

D.C. Economic Indicators

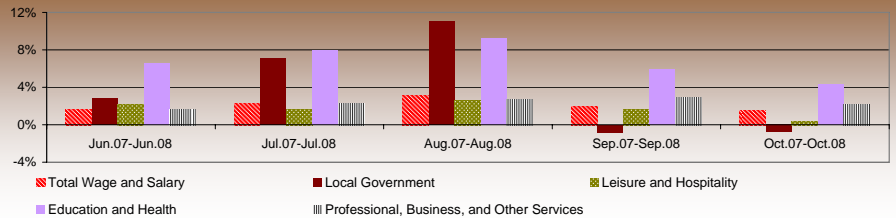
October 2008 Volume 9, Number 1

Government of the District of Columbia
 Adrian M. Fenty, Mayor
 Dr. Natwar M. Gandhi, Chief Financial Officer
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Labor & Industry

- Jobs in D.C. for October 2008, up 10,600 (1.5%) from October 2007
- District resident employment for October 2008, down 2,200 (-0.7%) from October 2007

Year Over Year Percent Change in Wage and Salary Employment for Selected Sectors



Labor Market ('000s): October 2008^a

	District of Columbia			Metropolitan area		
	Level	1 yr. ch. (amt.)	1 yr. ch. (%)	Level	1 yr. ch. (amt.)	1 yr. ch. (%)
Employed residents	305.1	-2.2	-0.7	2930.9 ^b	24.9	0.9
Labor force	329.8	4.7	1.4	3054.6 ^b	57.9	1.9
Total wage and salary employment	710.1	10.6	1.5	3,033.0	40.7	1.4
Federal government	192.4	1.4	0.7	345.2	3.8	1.1
Local government	40.9	-0.3	-0.7	317.1	12.4	4.1
Leisure & hospitality	55.9	0.2	0.4	259.6	1.8	0.7
Trade	23.2	0.4	1.8	337.5	-0.4	-0.1
Education and health	105.8	4.4	4.3	340.1	11.9	3.6
Prof., bus., and other services	223.1	4.8	2.2	879.8	21.5	2.5
Other private	68.8	-0.3	-0.4	553.7	-10.3	-1.8
Unemployed	24.7	6.9	38.5	123.7 ^b	33.0	36.4
New unempl. claims	1.6	0.5	41.0			

Detailed Employment ('000s): October 2008

	Level	1 yr. ch. (amt.)	1 yr. ch. (%)	% of total
Manufacturing	1.6	-0.1	-5.9	0.2
Construction	13.1	0.3	2.3	1.8
Wholesale trade	4.8	0.0	0.0	0.7
Retail trade	18.4	0.4	2.2	2.6
Utilities & transport.	4.9	0.2	4.3	0.7
Publishing & other info.	20.9	-0.3	-1.4	2.9
Finance & insurance	16.7	-0.4	-2.3	2.4
Real estate	11.6	0.0	0.0	1.6
Legal services	35.9	0.1	0.3	5.1
Other profess. serv.	70.2	1.2	1.7	9.9
Empl. serv. (incl. temp)	14.6	0.3	2.1	2.1
Mgmt. & oth. bus serv.	36.4	0.1	0.3	5.1
Education	48.9	2.5	5.4	6.9
Health care	56.9	1.9	3.5	8.0
Organizations	59.3	3.3	5.9	8.4
Accommodations	13.9	-0.9	-6.1	2.0
Food service	35.7	1.0	2.9	5.0
Amuse. & recreation	6.3	0.1	1.6	0.9
Other services	6.7	-0.2	-2.9	0.9
Subtotal, private	476.8	9.5	2.0	67.1
Federal government	192.4	1.4	0.7	27.1
Local government	40.9	-0.3	-0.7	5.8
Total	710.1	10.6	1.5	100.0

Sources: U.S. Bureau of Labor Statistics (BLS) & D.C. Dept. of Employment Services (DOES)

^a Preliminary, not seasonally adjusted ^b September 2008

D.C. Hotel Industry^d

	Sept. 2008	Amt.	1 yr. ch.
Occupancy Rate	73.7%		0.1
Avg. Daily Room Rate	\$218.44	\$4.63	
# Available Rooms	26,409	230	
Room Sales (\$M)	\$127.6	\$4.0	

Airport Passengers^{e,f}

	Sept. 2008	Amt.('000)	1 yr. ch. (%)
DCA	1,391.2	-3.3	
IAD	1,792.2	-5.5	
BWI	1,550.2	-10.1	
Total	4,733.6	-6.5 ^g	

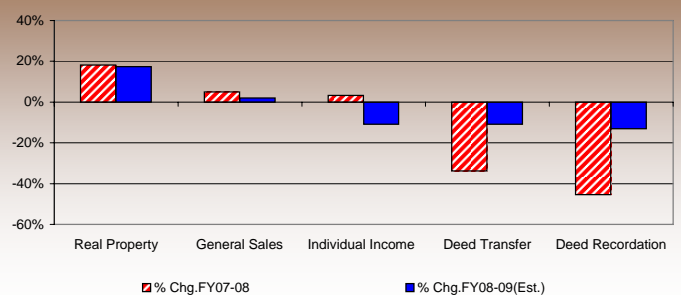
^d Source: Smith Travel Research ^e Source: Metropolitan Washington Airports Authority & Maryland Aviation Administration Authority ^f Includes arrivals and departures ^g Weighted average

Source: BLS. Details may not add to total due to rounding.

Revenue

- Total tax revenue before earmarks grew 2.8% in FY2008 and is expected to grow by 2.8% in FY2009
- All deed tax revenue declined 37.2% in FY2008
- Individual Income tax revenue grew 3.2% in FY2008 and is expected to decline by 10.8% in FY2009
- General sales tax revenue grew 5% in FY2008 and is expected to grow at a slower rate of 2% in FY2009

Percent Change in Revenue for Selected Taxes for FYs 2007-2009(Est.)



Revenue for Fiscal Years 2007-2008 and Estimated Revenue for Fiscal Year 2009 (\$000)

(NOTE: REPORTING OF CASH COLLECTIONS WILL RESUME IN JAN. 2009)

	FY'07	FY'08 ^a	FY'09 (Est.) ^a	% Chg. FY07-08	% Chg. FY08-09(Est.)	Addenda:	% Chg. FY07-08	% Chg. FY08-09(Est.)
Real Property	1,448,697	1,712,189	2,010,362	18.2%	17.4%	Convention Ctr. Transfer ^b	4.1%	4.0%
General Sales	959,968	1,007,966	1,028,126	5.0%	2.0%	Ind. Inc. Tax Withholding for D.C. residents	0.0%	4.7%
Individual Income	1,313,826	1,355,947	1,209,161	3.2%	-10.8%			
Business Income	422,535	399,642	406,057	-5.4%	1.6%			
All Deed Taxes ^c	443,948	278,711	230,564	-37.2%	-17.3%			
Total Other Tax Revenue	565,856	543,485	562,629	-4.0%	3.5%			
Total Revenue (before earmarking)	5,154,830	5,297,940	5,446,899	2.8%	2.8%			
Earmarked Revenue	455,937	431,859	418,178	-5.3%	-3.2%			
Total Revenue (after earmarking)	4,698,893	4,866,081	5,028,721	3.6%	3.3%			

^aRevenue amounts shown are before earmarks (TIF, Convention Ctr. Ballpark Fund, DDOT (parking tax and public space rental), School Modernization, Comprehensive Housing Strategy Fund, Neighborhood Investment Fund and the Housing Production Trust Fund.)

^bPortion of sales tax on hotels and restaurants

^cIncludes deed recordation, deed transfer and economic interest taxes

^dFY2008 Revenue numbers are preliminary

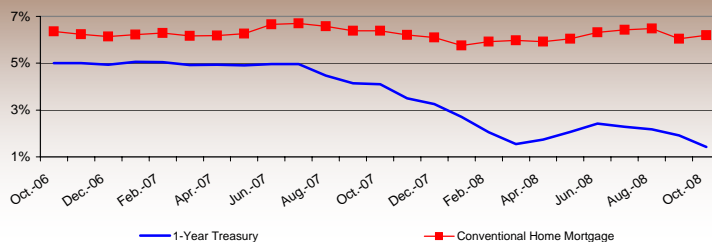
^eEstimated revenue for FY2009 is as of the September 2008 revenue estimates

All data subject to revision. † Indicates data revised by stated source since previous D.C. Economic Indicators. See past editions at cfo.dc.gov

D.C. Economic Indicators

People & Economy

One-Year Treasury and Conventional Home Mortgage Interest Rates
October 2006 to October 2008



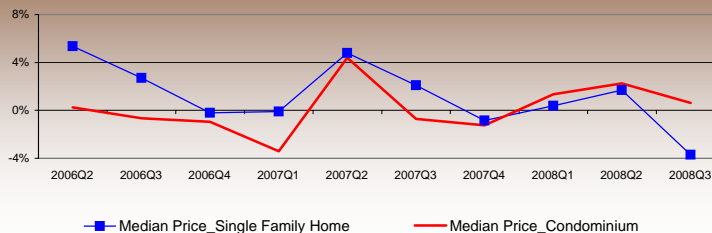
- ➔ D.C. unemployment rate for Oct.: 7.4%, up 0.4% from last month & 1.7% higher than 1 year ago
- ➔ The share of filers with income less than \$30,000 declined by 14.7% between 2001 and 2006, while the share of filers with income \$500,000 and over increased by 86.4%

U.S. GDP			CPI			D.C. Population			
% change for yr. ending			% change for yr. ending			Estimate for:			
Source: BEA	3 rd Q 2008	2 nd Q 2008	Source: BLS	Sep. 2008	July 2008	Source: Census	Level	% chg.	
Nominal	3.4	4.1	U.S.	-4.9	5.6	2000	571,799		
Real	0.8	2.1	D.C./Balt. metro area	5.5	5.7	2001	577,648	1.0	
						2002	579,190	0.3	
						2003	577,467	-0.3	
						2004	579,621	0.4	
						2005	582,049	0.4	
						2006	585,459	0.6	
						2007	588,292	0.5	
Personal Income ^a			Unemployment Rate ^c			Distribution of Individual Income Tax Returns by Income Category			
% change for yr. ending			Source: BLS			Source: D.C. Office of Tax and Revenue			
Source: BEA	2nd Q 2008	1st Q 2008	Source: BLS	Oct. 2008	Sep. 2008	Source: D.C. Office of Tax and Revenue	2001	2005	2006
Total Personal Income			U.S.	6.5	6.1	Less than \$30,000	54.2%	48.6%	46.2%
U.S.	5.2	4.3	D.C.	7.4	7.0	\$30,000-\$50,000	20.7%	21.1%	20.7%
D.C.	5.9	5.3				\$50,000-\$75,000	11.0%	12.4%	12.8%
Wage & Salary Portion of Personal Income			Interest Rates			National Average			
U.S.	4.1	3.6	Source: Federal Reserve			Oct. 2008			
Earned in D.C.	5.7	5.2	1-yr. Treasury			1.4			
Earned by D.C. residents ^b	6.3	5.0	Conv. Home Mortgage			6.2			
						2006			
						Less than \$30,000			
						\$30,000-\$50,000			
						\$50,000-\$75,000			
						\$75,000-\$100,000			
						\$100,000-\$200,000			
						\$200,000-\$500,000			
						\$500,000 and over			

^a Nominal ^b Estimated ^c Seasonally adjusted
 † Indicates data revised by stated source since previous D.C. Economic Indicators.

Housing & Office Space

Quarterly Percent Change in the Median Price for a Single Family Home and Condominium in Washington, D.C. (2006Q2 - 2008Q3)



- ➔ 5,120 new condos likely within next 36 months, down 48.3% from 1 year ago
- ➔ 9,552 new class A apts. likely within next 36 months, up 15% from 1 year ago

Housing Sales			D.C. Housing Permits Issued			D.C. Commercial Office Space		
Source: MRIS ^a			Source: U.S. Census Bureau			Source: Delta Associates		
4 Qs ending			4 Qs ending					
	3 rd Q 2008	1 yr. % ch.		3 rd Q 2008	1 yr. ch.		3 rd Q 2008	1 qtr. ch.
Completed contracts			Total housing units	660	-1,536	Vacancy Rate (%)		
Single family	3,267	-15.6	Single family	251	-354	Excl. sublet space	5.9	0.0
Condo/Co-op	2,979	-28.2	Multifamily (units)	409	-1,182	Incl. sublet space	6.6	-0.1
Prices (\$000)			Class A Apt. ^d and Condominium Units			Inventory Status ^e		
Source: MRIS ^a			Source: Delta Associates			Source: Delta Associates		
	3 rd Q 2008	1 yr. % ch.		3 rd Q 2008	1 yr. ch.		3 rd Q 2008	1 qtr. ch.
Single family			Units under construction and/or marketing			Total inventory	123.6	0.1
Median ^b	\$520.0	-2.5	Rental apartments	4,983	2,110	Leased space ^f	116.3	0.1
Average ^c	\$691.3	0.7	Condominiums ^g	2,341	-3,501	Occupied space ^h	115.4	0.2
Condo/Co-op			Other units likely to deliver over the next 36 months			Vacant	8.2	-0.1
Median ^b	\$365.0	3.0	Rental apartments	4,569	-861	Under construction or renovation	10.6	-0.3
Average ^c	\$412.8	0.3	Condominiums	2,779	-1,282			

^a Metropolitan Regional Information System as reported by the Greater Capital Area Association of Realtors ^b Median for Sept. ^c 3rd quarter average
^d Investment grade units, as defined by Delta ^e In million square feet ^f Calculated from vac. rate excl. sublet
^g Calculated from vac. rate incl. sublet ^h Includes sold units