

# Revenues

In March 1997, the official Economic and Revenue Forecast Council projected \$19.4 billion in general fund-state revenues for the 1997-99 biennium. When combining with the \$414 million fund balance, the general fund had projected resources of \$19.8 billion.

The 1997 Legislature passed a total of \$371 million in tax reductions primarily in three bills. Two major property tax reductions; Chapter 3, Laws of 1997 (SB 5835 ) which will be on the November 1997 ballot as Referendum 47) and Chapter 2, Laws of 1997 (EHB 1417) and a rollback of the Business and Occupation (B&O) tax on services in EHB 1821. These three bills total \$315 million in revenue reductions. All other tax and revenue bills net to a total of \$56 million in reductions.

Among the most significant of the other revenue bills is a reduction for businesses in rural distressed areas, a decrease in the beer tax, tax incentives for warehouse businesses, an exempting for intangible personal property and the reinstatement of the insurance premiums tax credit for guaranty association assessments.

Budget driven revenues totaling \$11.5 million, include \$7.1 million for new lottery games as well as changes to the liquor tax distributions and the Treasurer's service account.

# 1997-99 Revenue Legislation

## General Fund - State

Dollars in Thousands

REVENUE LEGISLATION		
SB 5835	Permanent Property Tax Reduction	-194,569
EHB 1417	State Property Tax Reduction	-26,430
<b>Sub-Total Property Tax</b>		<b>-220,999</b>
EHB 1821	Business & Occupation (B&O) Tax	<b>-94,320</b>
2SSB 5740	Assisting Distressed Rural Counties	-12,001
SSB 5845	Offsetting an Increase in the Beer Tax	-9,541
E2SSB 5074	Tax Incentives for Warehouse & Grain Operations	-6,851
ESHB 2192	Financing a New Football Stadium	-6,782
33SHB 3900	Revising the Juvenile Code	-6,303
SHB 1257	Coal-Fired Thermal Electric Generating Facilities	-5,001
SSB 5334	Insurance Premiums Tax Credit	-4,777
HB 1420	Local Public Health Financing	-1,686
HB 1261	Small Business B&O Credit	-836
HB 1959	Auto Auction B&O Exemption	-825
SHB 1592	Tax Exemptions for Small Water Districts	-776
E2SSB 5286	Intangible Property Exemption	-589
HB 1267	Tax Exemption for Vessel Manufacturers and Dealers	-531
SSB 5175	Hay and Alfalfa	-404 *
SSB 5359	Aircraft Parts Sales Tax Exemption	-386
SB 5402	Nonprofit Camps and Conferences	-297
SB 5193	Farmworker Housing	-288
SHB 1813	Motion Picture and Video Production Equipment and Services	-208 *
SB 5195	Taxation of Membership Sales in Discount Programs	-198
E2SSB 5710	Juvenile Care and Treatment	-192
SHB 1342	Interest and Penalty Administration - Department of Revenue	-162
SB 5353	Tax Exemption for Motor Vehicles	-150
SSB 5230	Current Use Taxation	-51
SSB 5173	Improving the Liquor License Schematic	-43
SSB 5868	Aluminum Master Alloys Tax	-38
SHB 1358	Farm Wildlife Habitat Tax	-27
SSB 5121	Estate Tax Returns	-16
SHB 1770	Dungeness Crab/Coastal Fishery Fees	-15
2SSB 5127	Trauma Care Services	29
SSB 5664	Liquor Credit Card Purchases	126
SB 5997	Inspection of Cosmetology Schools, Salons, and Shops	253
ESHB 2272	Increased Cigarette Tax Enforcement	2,461 *
<b>Sub-Total All Other Revenue Legislation</b>		<b>-56,104</b>
<b>Total All Revenue Legislation</b>		<b>-371,423</b>
BUDGET DRIVEN REVENUE		
New On-Line Lottery Games		7,100
Excess Liquor Tax Distribution		840
Treasurer's Service Account		3,600
<b>Total Budget Driven Revenue</b>		<b>11,540</b>

\* See Summary of Vetoes on Page 16.

## **REVENUE LEGISLATION**

### **Major Tax Reduction Legislation**

#### **Permanent Property Tax Reduction -- \$194.6 Million General Fund - State Revenue Decrease**

Chapter 3, Laws of 1997 (SB 5835) permanently reduces the state property tax by 4.7 percent beginning in 1998, reduces the 106 percent limit on state property tax growth to the lesser of 106 percent or inflation, and provides a limit on sudden growth in property values for taxes collected in 1999. In addition, the 106 percent limit is reduced for all local districts with populations over 10,000. These districts may levy up to the 106 percent limit with a majority plus one vote of the governing body. In local districts with only three board members, the approval of two of three members is necessary to levy up to the 106 percent limit. This bill has been put to the voters as Referendum 47 for their action at the November 1997 general election.

#### **State Property Tax Reduction -- \$26.4 Million General Fund - State Revenue Decrease**

Chapter 2, Laws of 1997 (EHB 1417) reduces the state property tax collected in 1997 by 4.7 percent. It reduces 1995-97 revenues by \$32.3 million, and 1997-99 revenues by \$26.4 million.

#### **Business and Occupation (B&O) Tax -- \$94.3 Million General Fund - State Revenue Decrease**

The B&O tax rate is reduced to 1.5 percent on all service activities in Chapter 7, Laws of 1997 (EHB 1821). Currently the base rate for selected business services is 2.0 percent, financial services is 1.6, percent and "other services" is 1.75 percent. These reductions take effect July 1, 1998.

### **Other Tax Legislation**

#### **Assisting Distressed Rural Counties -- \$12.0 Million General Fund - State Revenue Decrease**

Chapter 366, Laws of 1997, Partial veto (2SSB 5740) allows distressed rural counties to levy a local sales tax for infrastructure purposes which is credited against the state sales tax. The bill also expands and extends the current distressed B&O tax credit program: (a) the individual company cap of \$300,000 is removed; (b) the program's termination date of July 1, 1998, is removed; and (c) \$4,000 in tax benefits per new employee is granted (rather than \$2,000) if they receive annual wages and benefits of \$40,000 or more per year. In addition, rural enterprises zones are authorized and the Department of Community, Trade, and Economic Development (DCTED) is directed to provide a series of economic development and business assistance services in distressed counties.

#### **Offsetting an Increase in the Beer Tax -- \$9.5 Million General Fund - State Revenue Decrease**

The general fund portion of the beer tax is reduced beginning July 1, 1997, under Chapter 451, Laws of 1997 (SSB 5845). Distributions to cities, counties, the Violence Reduction and Drug Enforcement (VRDE) Account, and the Health Services Account are unchanged by this bill.

#### **Tax Incentives for Warehouse & Grain Operations -- \$6.9 Million General Fund - State Revenue Decrease**

Chapter 450, Laws of 1997 (E2SSB 5074) offers tax exemptions for large warehouse operations and grain elevator operators. Warehouses over 200,000 square feet are exempt on 50 percent of machinery and equipment purchases and 100 percent of construction costs. Grain elevators with capacities between one million and two million bushels receive 50 percent exemption of both machinery and equipment and construction. Grain elevators larger than two million bushels receive a 50 percent exemption on machinery and equipment and 100 percent on construction. The tax incentives listed are provided in the form of remittances. Applicable taxes are fully paid and then reimbursements are made by the Department of Revenue for the state portion of the sales tax.

**Financing a New Football Stadium -- \$6.8 Million General Fund - State Revenue Decrease**

A new Public Stadium Authority is created and a financing package is provided for the construction of a multi-use stadium and exhibition facility in Chapter 220, Laws of 1997 (ESHB 2192). The State will sell general obligation bonds to be repaid from state, local, and private revenue sources. These sources consist of a 0.016 percent sales tax credit in King County, new lottery games, an admissions tax and a parking tax at the new facility, an extension of the local hotel motel tax, and \$110 million in private contributions. In addition, the bill includes a sales tax deferral on the construction costs and a leasehold excise tax exemption for the public areas of the stadium. An amount of \$10 million of the private contribution and all excess revenues are for youth athletic facility grants. This bill has been put to the voters as Referendum 47 for their action at the June 1997 special election.

**Revising the Juvenile Code -- \$6.3 Million General Fund - State Revenue Decrease**

The omnibus juvenile justice bill, Chapter 338, Laws of 1997 (E3SHB 3900), includes a change to the distribution of the Motor Vehicle Excise Tax (MVET). A new distribution of revenue that was deposited into the general fund is now deposited in the Violence Reduction and Drug Enforcement Account.

**Coal-Fired Thermal Electric Generating Facilities (Centralia Steam Plant) --\$5.0 Million General Fund - State Revenue Decrease**

Chapter 368, Laws of 1997 (SHB 1257) assists thermal electric generating facilities in reducing air pollution by allowing a series of tax exemptions. A new sales tax exemption is created for purchases of new air pollution control equipment. Beginning January 1, 1999, the purchase of coal is exempt from sales tax. Until the thermal electric generating facilities have reduced their emissions below 10,000 tons of sulfur dioxide per year, the owners of the facilities will pay the sales tax into the Sulfur Dioxide Abatement Account. When the emissions have been reduced, the owners will receive the funds from this account. The air pollution control equipment is also exempt from state and local property tax.

**Insurance Premiums Tax Credit -- \$4.8 Million General Fund - State Revenue Decrease**

Chapter 300, Laws of 1997 (SSB 5334) provides a tax credit for insurance companies that pay assessments to guaranty associations. Insurance guaranty associations assess member insurance companies after insolvency occurs to raise funds to protect policyholders adversely affected by the insolvency. This bill allows a credit against the insurance premiums tax for the amount of these assessments.

**Local Public Health Financing -- \$1.7 Million General Fund - State Revenue Decrease**

Chapter 333, Laws of 1997 (HB 1420) includes newly incorporated city populations in the calculation of city contributions to counties for public health purposes. The unexpended balance in the county Sales and Use Tax Equalization Account that previously was deposited in the general fund is used to cover these additional costs.

**Small Business B&O Credit - \$836,000 General Fund-State Decrease**

Chapter 238, Laws of 1997 (HB 1261), directs the Department of Revenue to produce a tax credit table for use by taxpayers in taking the small business B&O tax credit. To simplify reporting, the table will cross reference tax liabilities with tax credits.

**Auto Auction B&O Exemption -- \$825,000 General Fund - State Revenue Decrease**

A B&O tax exemption for amounts received by motor vehicle manufacturers and their financing subsidiaries from the sale of motor vehicles at wholesale auctions to dealers licensed in this or another state is provided in Chapter 4, Laws of 1997 (HB 1959).

**Tax Exemptions for Small Water Districts -- \$776,000 General Fund - State Revenue Decrease**

Small water distribution businesses are exempt from public utility and B&O taxes through July 1, 2003, under Chapter 407, Laws of 1997 (SHB 1592). The water district or satellite system management agency must spend at least 90 percent of the tax exemption to maintain and upgrade their systems.

**Intangible Property Exemption -- \$589,000 General Fund - State Revenue Decrease**

Chapter 181, Laws of 1997 (ESSB 5286) exempts intangible personal property from property taxation. Intangible property includes items such as trademarks, trade names, brand names, patents, copyrights, trade secrets, franchise agreements, licenses, and permits. The exemption is effective for valuation of property in 1998 for taxes due in 1999. In addition to the general fund loss, shifts of property taxes to homeowners and to businesses without intangible assets will total \$5.1 million during calendar year 1999. Losses in calendar year 2000 will be \$1.1 million while shifts will total \$5.5 million. Local taxing districts will experience a loss of \$2.5 million with shifts totaling \$13.7 million.

**Tax Exemption for Vessel Manufacturers and Dealers -- \$531,000 General Fund - State Revenue Decrease**

Manufacturers and dealers are exempt from use tax if a vessel or vessel trailer is used for demonstration, sales promotion, or certain other purposes under Chapter 293, Laws of 1997 (HB 1267).

**Aircraft Parts Sales Tax Exemption -- \$386,000 General Fund - State Revenue Decrease**

Chapter 302, Laws of 1997 (SSB 5359) clarifies an existing sales and use tax exemption for materials used in the design and development of aircraft parts and equipment for small aircraft businesses.

**Nonprofit Camps and Conferences -- \$297,000 General Fund - State Revenue Decrease**

Chapter 388, Laws of 1997 (SB 5402) creates B&O and sales tax exemptions for lodging, food and meals, and certain products provided or sold at a nonprofit camp or conference center, if the nonprofit camp or conference center is exempt from property taxes.

**Farmworker Housing -- \$288,000 General Fund - State Revenue Decrease**

Under Chapter 438, Laws of 1997 (SB 5193), the exemption from the sales and use tax is extended to agricultural employee housing provided by housing authorities, government agencies, and nonprofit organizations.

**Motion Picture and Video Production Equipment and Services - \$208,000 General Fund - State Revenue Decrease**

The sales and use tax exemption on production equipment rented to motion picture or video production businesses is expanded to include other vehicles used solely for production activities in Chapter 61, Laws of 1997, Partial Veto (HB 1813).

**Taxation of Membership Sales in Discount Programs - \$198,000 General Fund - State Revenue Decrease**

In Chapter 408, Laws of 1997, (SB 5195), a B&O exemption is provided for sales of memberships when the membership materials are delivered out of state.

**Interest and Penalty Administration - Department of Revenue -- \$162,000 General Fund - State Revenue Decrease**

Chapter 157, Laws of 1997, Partial Veto (SHB 1342) makes the computation of interest on excise tax liabilities and refunds more uniform. The bill also makes the interest rate used for computing tax refunds equal to the rate used for tax liabilities.

**Tax Exemption for Motor Vehicles -- \$150,000 General Fund - State Revenue Decrease**

Chapter 301, Laws of 1997 (SB 5353) expands the use tax exemption for vehicles owned by new residents to include vehicles such as motorcycles and mopeds.

**Improving the Liquor License Schematic -- \$43,000 General Fund - State Decrease**

The current structure for liquor licenses is streamlined in Chapter 321, Laws of 1997, Partial Veto (SSB 5173). The net effect of the changes in liquor license fees will result in a decrease in general fund revenues.

**Exemption for Prepayments for Health Care Services Provided Under Medicare -- No General Fund - State Revenue Impact**

Chapter 154, Laws of 1997 (SHB 1219) makes the exemption for Medicare prepayments under the health care premiums and prepayments tax permanent. (\$15.5 million Health Services Account reduction)

**Increased Cigarette Tax Enforcement -- \$2.5 Million General Fund - State Revenue Increase**

Chapter 420, Laws of 1997, Partial Veto (ESHB 2272) transfers the enforcement of cigarette taxes from the Department of Revenue to the Liquor Control Board. In addition, the Health Services Account and the Violence Reduction and Drug Enforcement Account will receive increased revenues.

**Budget Driven Revenue and Other Revenue Legislation**

**New On-line Lottery Games -- \$7.1 Million General Fund - State Revenue Increase**

The Lottery Commission will introduce a new on-line games in fiscal year 1998. The increased lottery activity will generate an additional \$7 million in general fund revenues.

**Excess Liquor Tax Distribution to the General Fund -- \$840,000 General Fund - State Revenue Increase**

This increase reflects the net reduction in the amount provided for expenditures for the Liquor Control Board and therefore increases the amount returned to the general fund.

**Inspection of Cosmetology Schools, Salons, and Shops -- \$253,000 General Fund - State Revenue Increase**

The Department of Licensing will inspect schools of cosmetology and barbering at least once a year and inspect salons and shops at least once every two years. The increased inspections will result in new businesses being licensed and create new revenue.

**Other Appropriation and Transfer Legislation**

**Appropriation to Transportation Fund -- \$50 Million General Fund - State**

The transportation budget (Chapter 457, Laws of 1997, Partial Veto -- ESSB 6061) contains a \$50 million general fund appropriation to the Transportation Fund in fiscal year 1997.

**Habitat Incentives Program -- \$48,500 General Fund - State**

Chapter 425, Laws of 1997 (SSB 5327) legislation includes a \$48,500 General Fund-State appropriation to establish a habitat incentive program to be administered by the Department of Fish and Wildlife. The Department of Fish and Wildlife is to work jointly with the Department of Natural Resources in developing the program. The appropriation is split equally between the two agencies.

**Summary of Vetoes**

The Governor vetoed or partially vetoed 15 bills from the 1997 legislative session that had a revenue impact for the 1997-99 biennium (not including the vetoes of the original property tax and B&O tax bills.) The Governor totally vetoed 7 revenue bills and also partially vetoed another 8 revenue bills, but only 4 of the partial vetoes had

any revenue impact for the 1997-99 biennium. In addition, the Governor also vetoed a transfer of revenue from the general fund to the Transportation Fund. The following is a summary of each of the vetoes having a revenue impact.

**Ferry Fuel (Full Veto)**

ESHB 1011 provided a sales tax exemption for fuel purchased to operate ferries by the state or a county. As enacted by the Legislature, ESHB 1011 decreased general fund revenues for the 1997-99 biennium by \$1.5 million.

**Reimbursing Sellers (Full Veto)**

ESHB 1327 allowed retailers to retain a portion of the sales tax collected as reimbursement for the administrative costs of collecting the state retail sales tax. As enacted by the Legislature, ESHB 1327 decreased general fund revenues for the 1997-99 biennium by \$29.7 million.

**B&O Exemption Agricultural Commissions (Full Veto)**

SHB 1791 exempted from the business and occupation tax, business activity conducted for an statutorily created agricultural commodity commission if the activity is approved by a referendum conducted by the commission. As enacted by the Legislature, SHB 1791 decreased general fund revenues for the 1997-99 biennium by \$52,000.

**Motion Picture and Video Production Equipment and Services (Partial Veto)**

Chapter 61, Laws of 1997, Partial Veto (SHB 1813) expanded the sales and use tax exemption on production equipment rented to motion picture or video production businesses to include other vehicles used solely for production activities. As enacted by the Legislature, SHB 1813 decreased general fund revenues for the 1997-99 biennium by \$227,000. The effect of the Governor's veto is a decrease in general fund revenues for the 1997-99 biennium of \$208,000, a difference of \$19,000.

**Increase Cigarette Tax Enforcement (Partial Veto)**

Chapter 420, Laws of 1997, Partial Veto (ESHB 2272) transferred primary enforcement responsibility for cigarette and tobacco tax laws from the Department of Revenue to the Liquor Control Board. The Governor vetoed both the schedule of required collection amounts and the authority to negotiate compacts with Indian tribes. As enacted by the Legislature, ESHB 2272 increased general fund revenues for the 1997-99 biennium by \$2.5 million.

**Tax Exemption for Weather Damage (Full Veto)**

SSB 5157 established a sales and use tax exemption for labor, services, and materials used in repairing buildings and replacement of private automobiles damaged by natural disasters occurring between November 1, 1995, and June 30, 1997. As enacted by the Legislature, SSB 5157 decreased general fund revenues for the 1997-99 biennium by \$2.3 million.

**Hay and Alfalfa (Partial Veto)**

Chapter 384, Laws of 1997, Partial Veto (SSB 5175) provided that cubing of hay or alfalfa is a processing activity not a manufacturing activity for tax purposes, wherever it is performed. The effect of this change is to exempt the activity if done away from the farm and sold to an out-of-state customer. SSB 5175 also lowered the business and occupations tax rate to 0.11 percent on wholesale sales of cubed hay and alfalfa and conditioned seed. The Governor vetoed the section containing the B&O tax rate reductions. As enacted by the Legislature, SSB 5175 decreased general Fund revenues for the 1997-99 biennium by \$881,300. The effect of the Governor's veto is a decrease in general fund revenues for the 1997-99 biennium of \$403,600, a difference of \$477,700.

**Coin-Operated Car Wash (Full Veto)**

SB 5559 provided a sales and use tax exemption for coin-operated self-service motor vehicle wash and wax facilities. As enacted by the Legislature, SB 5559 decreased general fund revenues for the 1997-99 biennium by \$1.1 million.

**Property Management (Full Veto)**

SB 5688 exempted from the business and occupation tax, payments received by property management companies for the payment of wages to on-site personnel. As enacted by the Legislature, SB 5688 decreased general fund revenues for the 1997-99 biennium by \$1.3 million.

**Bare Boat Charters (Full Veto)**

SSB 5721 created a new retail sales and use tax exemption for the purchase of vessels placed in "bare-boat" charter service. As enacted by the Legislature, SSB 5721 decreased general fund revenues for the 1997-99 biennium by \$793,000.

**Repeal Syrup Tax (Partial Veto)**

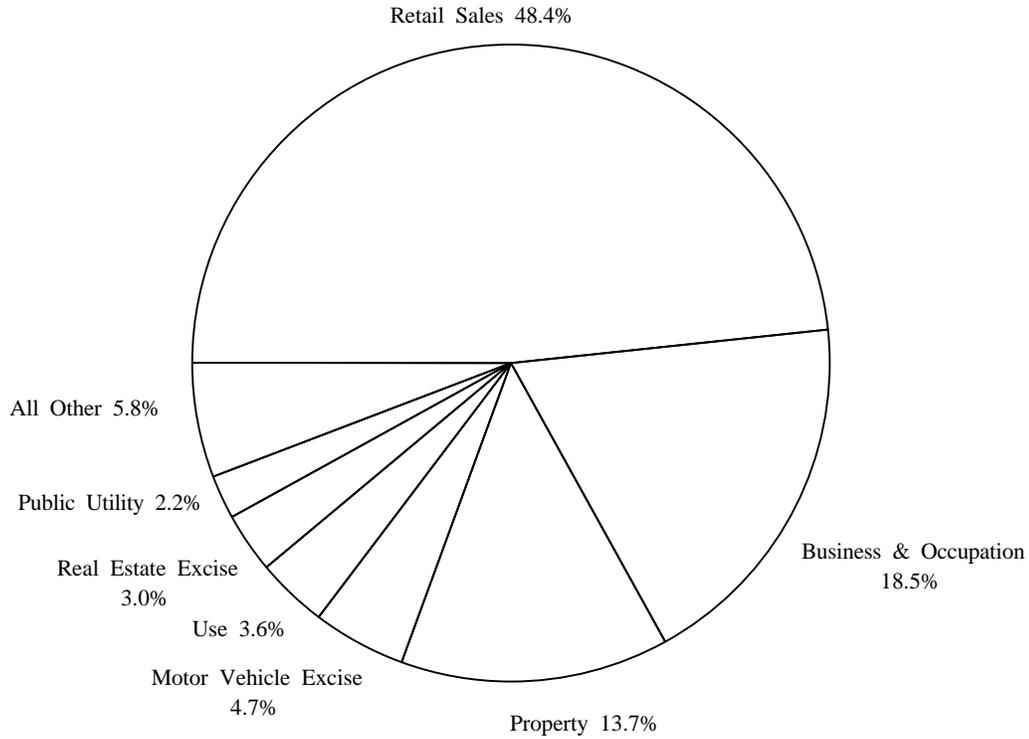
Chapter 306, Laws of 1997, Partial Veto (SSB 5737) reduced the carbonated beverage syrup tax from one dollar per gallon to fifty cents per gallon, reducing revenues to the Violence Reduction and Drug Enforcement (VRDE) account by \$7.7 million in the 1997-99 biennium and appropriated \$7.7 million from the general fund to the VRDE account. The Governor vetoed the reduction in the syrup tax rate and retained the appropriation.

**Transfer to Transportation Fund (Full Veto)**

The transportation budget (Chapter 457, Laws of 1997, Partial Veto -- ESSB 6061) contained a \$50 million general fund transfer to the Transportation Fund in fiscal year 1999. This transfer reduced the 601 spending limit in fiscal year 1999 by \$50 million. The Governor vetoed this transfer.

**Washington State Revenue Forecast -- March 1997**  
**1997-99 General Fund - State Revenues by Source**  
(Dollars in Millions)

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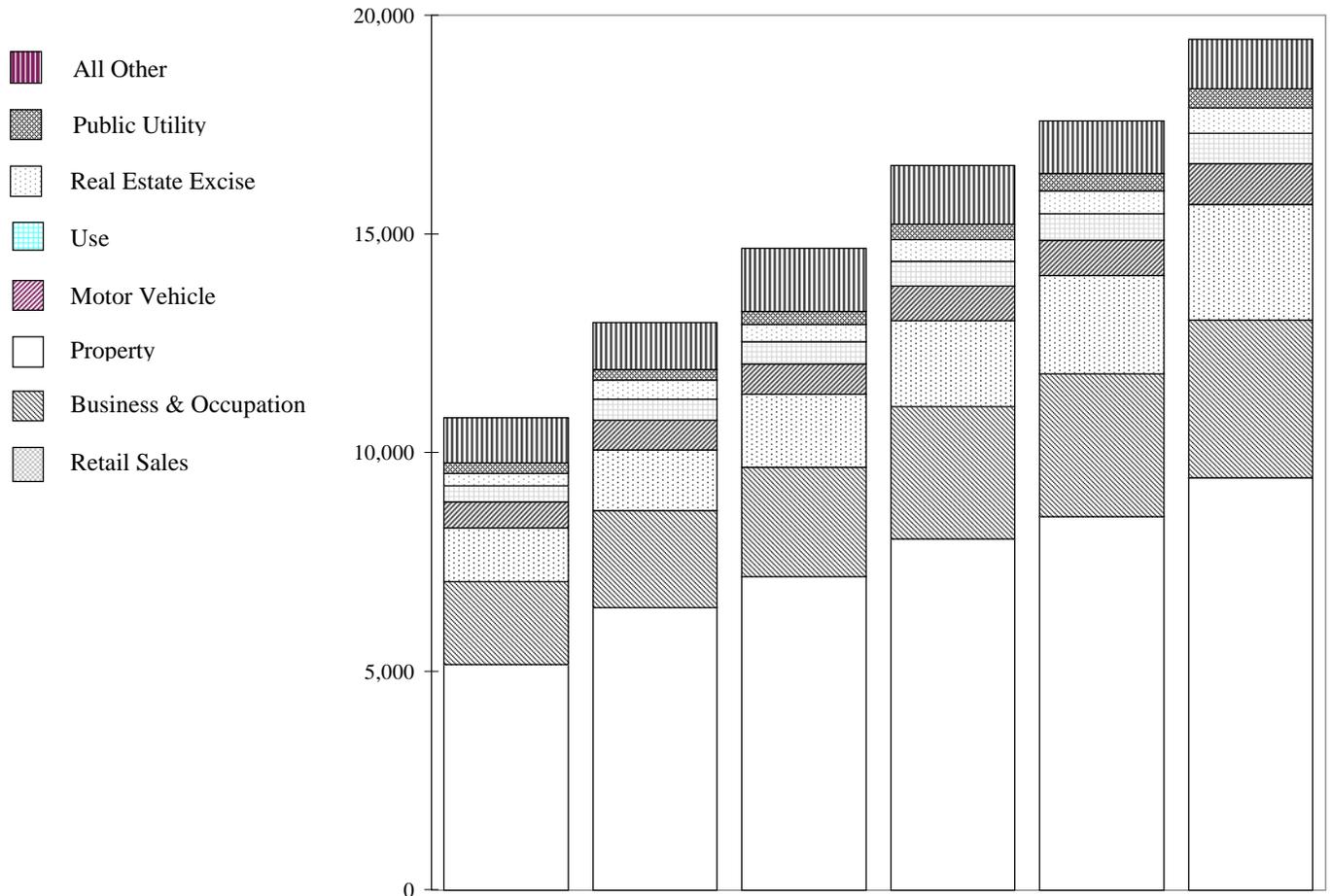
Sources of Revenue	
Retail Sales	9,418.1
Business & Occupation	3,603.8
Property	2,656.0
Motor Vehicle Excise	923.4
Use	702.1
Real Estate Excise	578.1
Public Utility	435.4
All Other	1,129.1
<b>Total *</b>	<b>19,446.0</b>

\* Reflects the March 1997 forecast updated for the 1997 Legislative Session and Governor vetoes.

# Washington State

## General Fund - State Revenues By Source

(Dollars in Millions)



	<b>1987-89</b>	<b>1989-91</b>	<b>1991-93</b>	<b>1993-95</b>	<b>1995-97 *</b>	<b>1997-99 *</b>
Retail Sales	5,152.8	6,446.3	7,163.0	8,020.5	8,524.7	9,418.1
Business & Occupation	1,894.3	2,217.7	2,503.5	3,031.5	3,278.5	3,603.8
Property	1,233.7	1,399.4	1,661.8	1,960.4	2,244.2	2,656.0
Motor Vehicle Excise	586.2	665.9	687.9	793.5	799.3	923.4
Use	372.6	481.9	515.1	569.4	617.0	702.1
Real Estate Excise	280.9	436.8	399.0	493.0	523.8	578.1
Public Utility	244.9	244.0	292.9	345.2	392.1	435.4
All Other	1,029.7	1,080.1	1,441.6	1,351.1	1,205.3	1,129.1
<b>Total</b>	<b>10,795.1</b>	<b>12,972.1</b>	<b>14,664.8</b>	<b>16,564.6</b>	<b>17,584.9</b>	<b>19,446.0</b>

\* Reflects the March 1997 forecast updated for the 1997 Legislative Session and Governor vetoes.

## Washington State General Fund - State Revenues By Source

### Dollars in Millions

	<u>1987-89</u>	<u>1989-91</u>	<u>1991-93</u>	<u>1993-95</u>	<u>1995-97 *</u>	<u>1997-99 *</u>
Retail Sales	5,152.8	6,446.3	7,163.0	8,020.5	8,524.7	9,418.1
Business & Occupation	1,894.3	2,217.7	2,503.5	3,031.5	3,278.5	3,603.8
Property	1,233.7	1,399.4	1,661.8	1,960.4	2,244.2	2,656.0
Motor Vehicle Excise	586.2	665.9	687.9	793.5	799.3	923.4
Use	372.6	481.9	515.1	569.4	617.0	702.1
Real Estate Excise	280.9	436.8	399.0	493.0	523.8	578.1
Public Utility	244.9	244.0	292.9	345.2	392.1	435.4
All Other	<u>1,029.7</u>	<u>1,080.1</u>	<u>1,441.6</u>	<u>1,351.1</u>	<u>1,205.3</u>	<u>1,129.1</u>
<b>Total</b>	<b>10,795.1</b>	<b>12,972.1</b>	<b>14,664.8</b>	<b>16,564.6</b>	<b>17,584.9</b>	<b>19,446.0</b>

### Percent of Total

Retail Sales	47.7%	49.7%	48.8%	48.4%	48.5%	48.4%
Business & Occupation	17.5%	17.1%	17.1%	18.3%	18.6%	18.5%
Property	11.4%	10.8%	11.3%	11.8%	12.8%	13.7%
Motor Vehicle Excise	5.4%	5.1%	4.7%	4.8%	4.5%	4.7%
Use	3.5%	3.7%	3.5%	3.4%	3.5%	3.6%
Real Estate Excise	2.6%	3.4%	2.7%	3.0%	3.0%	3.0%
Public Utility	2.3%	1.9%	2.0%	2.1%	2.2%	2.2%
All Other	<u>9.5%</u>	<u>8.3%</u>	<u>9.8%</u>	<u>8.2%</u>	<u>6.9%</u>	<u>5.8%</u>
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>

### Percent Change from Prior Biennium

Retail Sales	25.1%	11.1%	12.0%	6.3%	10.5%
Business & Occupation	17.1%	12.9%	21.1%	8.1%	9.9%
Property	13.4%	18.8%	18.0%	14.5%	18.3%
Motor Vehicle Excise	13.6%	3.3%	15.4%	0.7%	15.5%
Use	29.3%	6.9%	10.5%	8.4%	13.8%
Real Estate Excise	55.5%	-8.7%	23.6%	6.2%	10.4%
Public Utility	-0.4%	20.0%	17.9%	13.6%	11.0%
All Other	<u>4.9%</u>	<u>33.5%</u>	<u>-6.3%</u>	<u>-10.8%</u>	<u>-6.3%</u>
<b>Total</b>	<b>20.2%</b>	<b>13.0%</b>	<b>13.0%</b>	<b>6.2%</b>	<b>10.6%</b>

\* Reflects the March 1997 Revenue Forecast updated for the 1997 Legislative Session and Governor vetoes.

