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State of Illinois ECONOMIC AND FISCAL COMMISSION

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March 1, 2002

Please note that in lieu of our Monthly Revenue Briefing, we have enclosed a report outlining the Commission's Preliminary Revenue Estimate for FY 2003 and revised estimate for FY 2002. Also included is the report of general revenue funds receipts for February along with the latest indicators of economic activity outlined below.

INDICATORS OF ILLINOIS ACTIVITY					
INDICATORS Unemployment Rate (Average) Annual Rate of Inflation (Chicago)	JAN. 2002	DEC. 2001	JAN. 2001		
	5.9%	6.0%	4.9%		
	0.0%	3.4%	-0.1%		
Civilian Labor Force (thousands) (January) Employment (thousands) (January)	LATEST <u>MONTH</u> 6,369 5,995	% CHG. OVER PRIOR MONTH 0.7% 0.8%	% CHG. OVER A <u>YEAR AGO</u> -0.1% -1.1%		
New Car & Truck Registration (January) Single Family Housing Permits (January) Total Exports (\$ mil) (December) Chicago Purchasing Managers Index (February)	49,386	-36.0%	-35.0%		
	2,305	7.5%	10.1%		
	2,676	0.9%	-4.7%		
	53.1	17.7%	18.8%		

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GENERAL FUNDS RECEIPTS: FEBRUARY FY 2002 vs. FY 2001 (\$ million)

Revenue Sources	FEB. FY 2002	FEB. FY 2001	\$ CHANGE	% CHANGE	
State Taxes					
Personal Income Tax	\$578	\$562	\$16	2.8%	
Corporate Income Tax (regular)	19	28	(\$9)	-32.1%	
Sales Taxes	426	438	(\$12)	-2.7%	
Public Utility Taxes (regular)	80	101	(\$21)	-20.8%	
Cigarette Tax	33	33	\$0	0.0%	
Liquor Gallonage Taxes	8	8	\$0	0.0%	
Vehicle Use Tax	2	2	\$0	0.0%	
Inheritance Tax (Gross)	24	26	(\$2)	-7.7%	
Insurance Taxes and Fees	4	4	\$0	0.0%	
Corporate Franchise Tax & Fees	10	10	\$0	0.0%	
Interest on State Funds & Investments	9	27	(\$18)	-66.7%	
Cook County IGT	0	0	\$0	0.0%	
Other Sources	5	11	(\$6)	-54.5%	
Subtotal	\$1,198	\$1,250	(\$52)	-4.2%	
Transfers					
Lottery	43	59	(\$16)	-27.1%	
Gaming Fund Transfer	25	20	\$5	25.0%	
Other	10	11	(\$1)	-9.1%	
Total State Sources	\$1,276	\$1,340	(\$64)	-4.8%	
Federal Sources	\$287	\$308	(\$21)	-6.8%	
Total Federal & State Sources	\$1,563	\$1,648	(\$85)	-5.2%	
Nongeneral Funds Distribution:					
Refund Fund					
Personal Income Tax	(\$44)	(\$40)	(\$4)	10.0%	
Corporate Income Tax	(4)	(5)	\$1	-20.0%	
Subtotal General Funds	\$1,515	\$1,603	(\$88)	-5.5%	
Budget Stabilization Fund Transfer	\$0	\$0	\$0	N/A	
Total General Funds	\$1,515	\$1,603	(\$88)	-5.5%	
IEFC SOURCE: Office of the Comptroller: Some t	otals may not equal,	due to rounding		1-Mar-02	

GENERAL FUNDS RECEIPTS: YEAR TO DATE FY 2002 vs. FY 2001 (8 million)

Revenue Sources	FY 2002	FY 2001	CHANGE FROM FY 2001	% CHANGE
State Taxes				
Personal Income Tax	\$5,103	\$5,170	(\$67)	-1.3%
Corporate Income Tax (regular)	492	600	(\$108)	-18.0%
Sales Taxes	4,104	3,988	\$116	2.9%
Public Utility Taxes (regular)	708	736	(\$28)	-3.8%
Cigarette Tax	266	266	\$0	0.0%
Liquor Gallonage Taxes	84	86	(\$2)	-2.3%
Vehicle Use Tax	25	22	\$3	13.6%
Inheritance Tax (Gross)	229	254	(\$25)	-9.8%
Insurance Taxes and Fees	118	105	\$13	12.4%
Corporate Franchise Tax & Fees	108	93	\$15	16.1%
Interest on State Funds & Investments	103	195	(\$92)	-47.2%
Cook County IGT	154	154	\$0	0.0%
Other Sources	123	133	(\$10)	-7.5%
Subtotal	\$11,617	\$11,802	(\$185)	-1.6%
Transfers				
Lottery	331	330	\$1	0.3%
Gaming Fund Transfer	315	305	\$10	3.3%
Other	190	278	(\$88)	-31.7%
Total State Sources	\$12,453	\$12,715	(\$262)	-2.1%
Federal Sources	\$2,598	\$2,578	\$20	0.8%
Total Federal & State Sources	\$15,051	\$15,293	(\$242)	-1.6%
Nongeneral Funds Distribution:				
Refund Fund				
Personal Income Tax	(\$388)	(\$366)	(\$22)	6.0%
Corporate Income Tax	(113)	(114)	\$1	-0.9%
Subtotal General Funds	\$14,550	\$14,813	(\$263)	-1.8%
Budget Stabilization Fund Transfer	\$226	\$0	\$226	N/A
Total General Funds	\$14,776	\$14,813	(\$37)	-0.2%
SOURCE Office of the Comptroller, State of Illinois: So IEFC-	me totals may not equal,	due to rounding.		1-Mar-02

GENERAL FUNDS GROWTH NEEDED TO MEET ESTIMATE FY 2002 ESTIMATE vs. FY 2001 ACTUAL (\$ million)

Revenue Sources	REVISED FEB-02 ESTIMATE FY 2002	FYTD 2002	AMOUNT NEEDED FY 2002 EST.	FYTD 2001	GROWTH NEEDED	% CHANGE
State Taxes						
Personal Income Tax	\$8,655	\$5,103	\$3,552	\$5,170	\$115	3.3%
Corporate Income Tax (regular)	1,152	492	\$660	600	(\$19)	-2.8%
Sales Taxes	6,190	4,104	\$2,086	3,988	\$116	5.9%
Public Utility Taxes (regular)	1,160	708	\$452	736	\$42	10.2%
Cigarette Tax	400	266	\$134	266	\$0	0.0%
Liquor Gallonage Taxes	125	84	\$41	86	\$3	7.9%
Vehicle Use Tax	35	25	\$10	22	(\$2)	-16.7%
Inheritance Tax (Gross)	361	229	\$132	254	\$25	23.4%
Insurance Taxes and Fees	270	118	\$152	105	\$11	7.8%
Corporate Franchise Tax & Fees	166	108	\$58	93	\$5	9.4%
Interest on State Funds & Investments	180	103	\$77	195	(\$2)	-2.5%
Cook County IGT	245	154	\$91	154	\$0	0.0%
Other Sources	490	123	\$367	133	\$93	33.9%
Subtotal	\$19,429	\$11,617	\$7,812	\$11,802	\$387	5.2%
Transfers						
Lottery	530	331	\$199	330	\$28	16.4%
Gaming Fund Transfer	475	315	\$160	305	\$5	3.2%
Other	455	190	\$265	278	\$91	52.3%
Total State Sources	\$20,889	\$12,453	\$8,436	\$12,715	\$511	6.4%
Federal Sources	\$4,230	\$2,598	\$1,632	\$2,578	(\$110)	-6.3%
Total Federal & State Sources	\$25,119	\$15,051	\$10,068	\$15,293	\$401	4.1%
Nongeneral Funds Distribution:						
Refund Fund						
Personal Income Tax	(\$658)	(\$388)	(\$270)	(\$366)	(\$25)	10.2%
Corporate Income Tax	(265)	(113)	(\$152)	(114)	(\$23)	17.8%
Subtotal General Funds	\$24,196	\$14,550	\$9,646	\$14,813	\$353	3.8%
Budget Stabilization Fund Transfer	\$226	\$226	\$0	\$0	\$0	N/A
Total General Funds	\$24,422	\$14,776	\$9,646	\$14,813	\$353	3.8%
IEFC						1-Mar-02