

D.C. Economic Indicators

June 2006 Volume 6, Number 9

Government of the District of Columbia ★ ★ ★

Dr. Natwar M. Gandhi, Chief Financial Officer

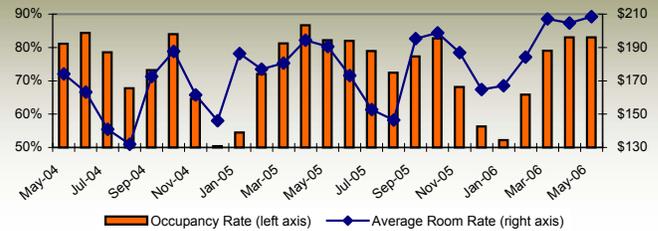
Dr. Julia Friedman, Deputy CFO for Revenue Analysis

Labor & Industry

➔ Jobs in D.C. for June 2006 up 7,900 (1.2%) from 1 year ago

➔ District resident employment for June 2006 up 4,000 (1.4%) from 1 year ago

District's Hotel Industry
May 2004 to May 2006



Labor Market ('000s): June 2006^a

	D.C.		Metro area	
	Level	1 yr. ch.	Level	1 yr. ch.
Employed residents	282.0	4.0	2,850.3 ^b	81.0
Labor force	299.4	0.3	2,936.4 ^b	69.4
Total wage and salary employment	690.4	7.9	3,012.8	74.5
Federal government	193.0	-2.2	340.6	-2.5
Local government	38.9	-0.4	295.5	7.9
Leisure & hospitality	57.2	2.1	267.9	6.0
Trade	22.5	0.4	350.5	10.1
Services	303.1	6.0	1,165.8	45.7
Other private	75.7	2.0	592.5	7.3
Unemployed	17.4	-3.7	86.1 ^b	-11.6
New unempl. claims (state program)	1.5	0.0		

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

^a Preliminary, not seasonally adjusted ^b May 2006

Private Employment ('000s): June 2006

	1 yr. change		
	Level	Amt.	%
Manufacturing	2.2	0.0	0.0
Construction	13.2	0.1	0.8
Wholesale trade	4.5	-0.2	-4.3
Retail trade	18.0	0.6	3.4
Utilities & transport.	5.6	0.1	1.8
Publishing & other info.	23.8	1.2	5.3
Finance & insurance	19.0	0.0	0.0
Real estate	11.9	0.6	5.3
Legal services	36.3	0.6	1.7
Other profess. serv.	68.0	1.5	2.3
Empl. Serv. (incl. temp)	12.9	0.7	5.7
Mgmt. & oth. bus serv.	36.7	0.9	2.5
Education	35.2	0.0	0.0
Health care	54.0	2.2	4.2
Organizations	53.0	0.2	0.4
Accommodations	15.6	0.3	2.0
Food service	35.4	1.9	5.7
Amuse. & recreation	6.2	-0.1	-1.6
Other services	7.0	-0.1	-1.4
Total	458.5	10.5	2.3

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

D.C. Hotel Industry^c

May 2006	Amt.	1 yr. ch.
Occupancy Rate	83.0%	0.8
Avg. Daily Room Rate	\$208.52	\$19.43
# Available Rooms	26,309	-169
Room Sales (\$M)	\$141.2	\$13.6

Airport Passengers^d

May 2006	Amt. ('000)	1 yr. % ch.
Reagan	1,713.6	4.2
Dulles	2,009.0	-18.9
BWI	1,919.2	7.3
Total	5,641.8	-4.5^e

^c Source: Smith Travel Research ^d Source: Metropolitan Washington Airports Authority & Maryland Aviation Administration Authority ^e Weighted average

Adjusted General Fund Revenue Collections^a

	year-to-date % change	
	FY 2006 (Oct 05 - June 06)	FY 2005 (Oct 04 - June 05)
Property Taxes	3.8	13.8
General Sales ^b	1.7	16.8
Individual Income	9.8	8.0
Business Income	25.3	25.1
Utilities	-13.5	-1.1
Deed Transfer	-9.9	-3.2
All Other Taxes	-4.6	-3.4
Total Tax Collections	4.7	9.9

Addenda:

Ind. Inc. tax withholding for D.C. residents	6.9	5.1
Sales tax on hotels & restaurants allocated to Convention Center	7.7	24.3

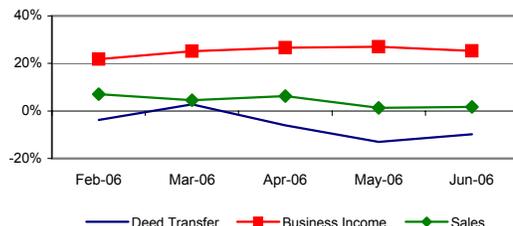
Source: D.C. Office of Tax and Revenue and Office of Revenue Analysis

Revenue

➔ FY 2006 (Oct. - June) Individual Income tax collections up 9.8% from 1 year ago

➔ FY 2006 (Oct. - June) General Sales tax collections up 1.7% from 1 year ago

Percent Change in Fiscal Year-to-Date Collections of Selected Taxes (compared to same period of preceding year)



^a Cash collection growth rates for some taxes may not necessarily reflect annual revenue growth for budget purposes due to accounting adjustments. Growth rates in some taxes reflect legislated changes in tax rates or revenue earmarking. In FY2006, parking tax and public space rental were transferred to Special Purpose funds

^b Includes sales taxes allocated to the Convention Center.

All data subject to revision.

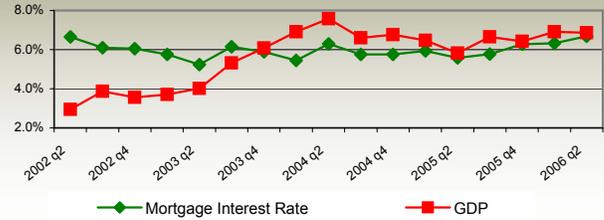
† Indicates data revised by stated source since previous D.C. Economic Indicators.

See past editions at <http://cfo.dc.gov>

People & Economy

- ➔ D.C. unemployment rate for June.: 5.4%, down from 5.7% last month & down from 6.5% 1 year ago
- ➔ Estimated D.C. population for 2005: 550,521, down 0.7% from 2004 & down 3.3% from 2001

% chg in GDP from Same Period of Previous Year and 30-yr Mortgage Interest Rate by Quarter



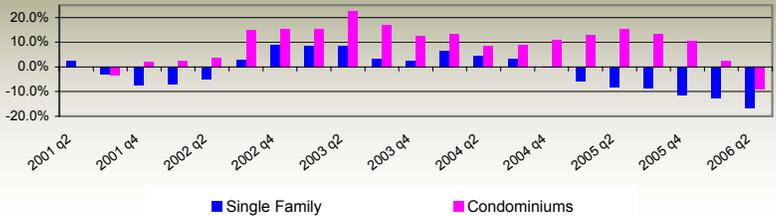
U.S. GDP		% change for yr. ending		CPI		% change for yr. ending		D.C. Population		
Source: BEA	2 nd Q 2006	1 st Q 2006	Source: BLS	May. 2006	Mar. 2006	Source: Census	Level	1 yr. ch.		
Nominal	6.9	6.9	U.S.	4.2	3.4	Estimate for:				
Real	3.5	3.7	D.C./Balt. metro area	4.2	3.3	July 1, 2001	569,321	(1,724)		
Personal Income^a		% change for yr. ending		Unemployment Rate^c		Source: BLS		June 2006		
Source: BEA	1 st Q 2006		4 th Q 2005		U.S.		June 2006		May. 2006	
Total Personal Income	5.1	4.2	D.C.		U.S.		557,846		(6,778)	
U.S.	5.1	4.2	D.C.		U.S.		554,239		(3,607)	
D.C.	5.4	4.5	D.C.		U.S.		550,521		(3,718)	
Wage & Salary Portion of Personal Income		U.S.		4.2		4.0		Components of Change from April 1, 2000		
U.S.		4.2		4.0		Natural		Births	42,505	Net
Earned in D.C.		3.6		2.8		Deaths		30,109	12,393	
Earned by D.C. res ^d		3.7		3.2		Net Migr.		Net Int'l	20,618	
U.S.		4.6		4.6		Net Migr.		Net Int'l	(53,550)	(32,932)
D.C.		5.4		5.7		Net Dom.		(53,550)	(32,932)	
U.S.		4.6		4.6		Net Change ^d		(21,538)		
D.C.		5.4		5.7		Net Change ^d		(21,538)		

^a Nominal ^b Estimated ^c Seasonally adjusted ^d Includes federal resident employee movement (military/civilian) and the statistical residual

Housing & Office Space

- ➔ 11,124 new condos likely within next 36 months, up 26.7% from 1 year ago
- ➔ 4,524 new class A apts. likely within next 36 months, up 37.8% from 1 year ago

Washington, D.C. Residential Sales
% Chg From the Same Period of the Previous Year^h



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		1 yr. % ch.	2 nd Q 2006		1 yr. ch.	2 nd Q 2006		1 qtr. ch.
Completed contracts	2 nd Q 2006		Total housing units	2,357	405	Vacancy Rate (%)	5.4	0.3
Single family	4,558	-16.8	Single family	99	-30	Excl. sublet space	6.5	0.4
Condo/Co-op	4,006	-8.9	Multifamily (units)	2,258	435	Class A Apt.^d and Condominium Units		
Prices (\$000)		2 nd Q 2006	1 yr. % ch.		Source: Delta Associates	2 nd Q 2006	1 yr. ch.	
Single family	Median ^b	\$486.7	4.5	Units under construction	Rental apartments	2,070	-223	Total inventory
Average ^c	\$623.5	4.2	Condominiums	7,093	2,484	Leased space ^f		
Condo/Co-op	Median ^b	\$359.9	-1.4	Other units likely within 36 months		Occupied space ^g		
Average ^c	\$412.4	-0.9	Rental apartments	2,454	1,464	Under construction		
			Condominiums	4,031	-141	or renovation		
						8.4	0.8	

^a Metropolitan Regional Information System as reported by the Greater Capital Area Association of Realtors ^b Median for June ^c 2nd 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 Calculated using quarterly moving average