



City Council Tax Forecast Fiscal 2024 Executive Plan

Updated Council Forecast Sees Stronger Revenue Growth

Council Tax Forecast	2023	2024	2025	2026	2027
Real Property	\$31,570	\$32,447	\$32,733	\$33,482	\$35,028
Personal Income	16,265	15,446	16,141	16,486	17,701
Sales	9,610	10,080	10,473	10,966	11,278
Business	8,051	7,838	7,867	7,963	8,176
Real Estate	3,071	3,077	3,320	3,586	3,880
Hotels	638	692	737	766	788
Utility	444	454	462	484	513
All Others	1,080	1,213	1,243	1,276	1,307
Audits	1,284	800	800	800	800
Total	\$72,013	\$72,047	\$73,776	\$75,809	\$79,471
<i>Dollars in millions</i>	<i>+3.5%</i>	<i>+0.0%</i>	<i>+2.4%</i>	<i>+2.8%</i>	<i>+4.8%</i>

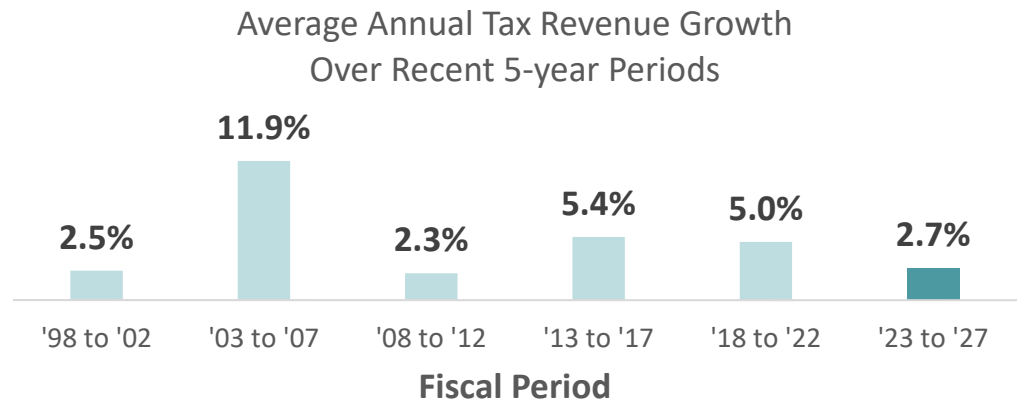
The Council's tax forecast projects **2.7%** average growth across the Financial Plan period as lingering pandemic impacts, high inflation, and rising interest rates slow tax revenues.

However, this is an improvement over the 2.2% growth projected in March as the economy has proven resilient.

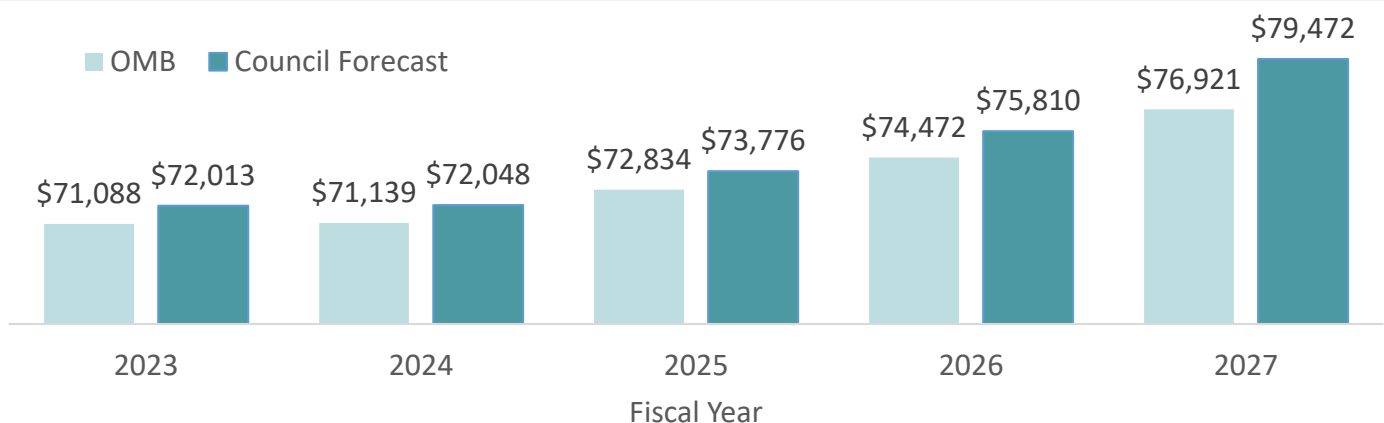
However, Tax Revenue Expected to Grow Slower than Recent History

The 2.7% average growth, while positive, is low relative to historic rates.

For context, an additional 1% growth rate in each of the forecast years would result in nearly \$700 million more in FY23, and rise to \$3.9 billion more in FY27.



Despite Slow Growth, Council Still Sees More Revenue than OMB



Fiscal Year	2023	2024	2025	2026	2027
Difference	\$926	\$909	\$942	\$1,338	\$2,551