

## Forecast of U.S. and New Mexico Economic Indicators

		FY11	FY12	FY13	FY14	FY 15	FY 21
<b>NM Outlook</b>							
Imputed <u>Real</u> NM GSP, \$ Billions	<sup>1</sup>	67.0	68.9	70.8	72.8	74.7	88.1
NM Population Growth, %	<sup>2</sup>	1.7	1.7	1.7	1.7	1.7	1.5
NM Share of Medicaid Cost Growth, %	<sup>3</sup>	3.0	38.1	11.7	11.7	11.7	11.7
<b>National Economic Indicators</b>							
US <u>Real</u> GDP Growth (annual avg., % YOY)	<sup>1</sup>	2.7	3.0	2.7	3.1	3.3	3.3
US Inflation Rate (CPI, annual avg., % YOY)	<sup>4</sup>	2.0	2.6	1.9	2.0	2.1	2.1
US Inflation Rate (CPI for Health Care annual avg., % YOY)	<sup>5</sup>	3.8	3.7	3.7	3.7	3.6	3.6
Federal Funds Rate (%)		0.2	0.3	2.7	3.5	4.2	4.2
<b>NM Labor Market and Income Data</b>							
NM Non-Agricultural Employment Growth (%)		0.1	1.3	1.5	1.3	1.2	1.2
NM Personal Income Growth (%)	<sup>6</sup>	4.2	4.2	4.3	4.8	5.0	5.0
NM Private Wages & Salaries Growth (%)		2.8	4.5	4.9	4.6	4.4	4.4
NM Continued Unemployment Jobless Claims (000)		22.5	20.1	18.4	17.1	15.0	10.5
<b>NM Crude Oil and Natural Gas Outlook</b>							
NM Oil Price (\$/barrel)	<sup>7</sup>	85.50	87.80	89.50	89.50	89.50	84.00
NM Taxable Oil Volumes (million barrels)		65.40	67.40	68.70	69.40	68.70	62.74
NM Gas Price (\$ per thousand cubic feet)	<sup>8</sup>	5.20	5.60	6.20	6.40	6.50	6.00
NM Taxable Gas Volumes (billion cubic feet)		1,224	1,184	1,147	1,111	1,077	954

<sup>1</sup> Real GDP is BEA chained 2005 dollars, billions, annual rate

<sup>2</sup> U.S. 2010 Census and UNM BBER Population and Demographics

<sup>3</sup> Based on HHS 2011 and 2012 projected expenditures; FY13-FY21 NM average annual growth in state share of Medicaid spending

<sup>3</sup> (continued) from FY98-FY10; FY12 estimate of state share = \$1.1 Billion

<sup>4</sup> CPI is all urban, BLS 1982-84=1.00 base

<sup>5</sup> CPI all urban, BLS 1982-84=1.00 base; medical care, commodities and services composite average

<sup>6</sup> Personal Income growth rates are for the calendar year in which each fiscal year begins

<sup>7</sup> Reflects negative differential for NM crude, deductions average 10.5 % over forecast period

<sup>8</sup> Gas prices include NM premium for natural gas liquids, deductions average 23.5% over forecast period