Montana Outlook
Industries impacted by 2001 recession & aftermath
- High tech manufacturing
- Dot coms
- Communications
- Financial Services
- Airlines and other travel

Montana’s Economic Base
- Nonresident Travel
- Wood Products
- Agriculture
- Mining
- Federal Gov’ (Incl. Military) 71%

Why is Budget Director Swysgood grumpy while Polzin is smiling?
Montana income taxes collections impacted by U.S. economic conditions
- Capital Gains - No capital gains. No capital gain taxes
- Interest and dividends - Low interest rates leads to low interest income
- Montana corporate income taxes - Lower profits, less tax payment
Montana Forecast
Percentage Change in Nonfarm Labor Income

Questions???