



TENNESSEE

BUSINESS AND ECONOMIC

OUTLOOK

FALL, 2001



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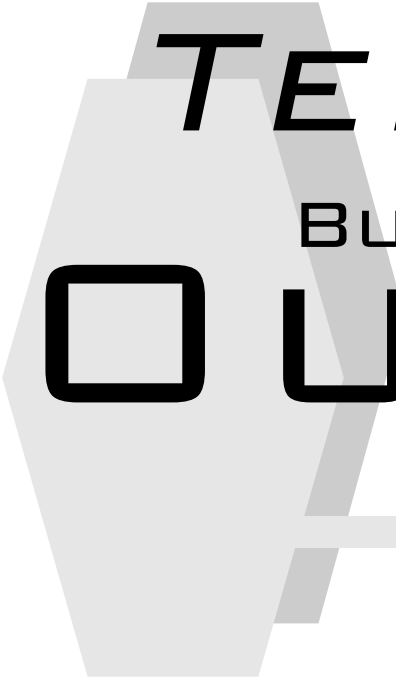
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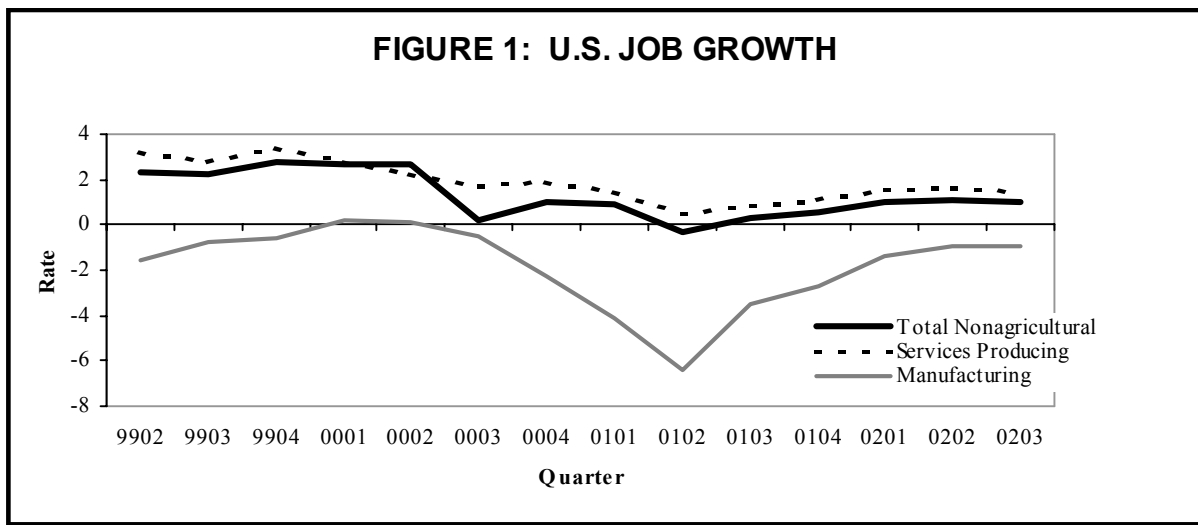
U.S. Manufacturing in Decline

U.S. FORECAST

Current Economic Conditions

The U.S. economy is in the midst of a manufacturing sector recession. Employment in both durable goods and nondurable goods manufacturing has contracted every month since July of 2000; the industrial production index for manufacturing has slipped each month going back to October of last year; and the purchasing managers index has been below 50 for a year, signaling sustained contraction in manufacturing activity. The weakness in manufacturing has affected the unemployment rate, which has risen to 4.5 percent versus 4.0 percent at the close of the last year. Historically, weakness in manufacturing of this magnitude would have brought the overall economy to its knees. Between November, 2000 and March, 2001, total nonagricultural employment expanded each month. Contractions took place in April, June and July. Over the same time period the broad service producing sector--which includes transportation, communication and public utilities (TCPU); finance, insurance and real estate (FIRE); wholesale and retail trade; services; and government--has consistently shown growth, expanding 1.4 percent in the first quarter and 0.5 percent in the second quarter of the year. While growth in other sectors has continued, there are increasing signs of a more pervasive and broad-based slowdown in economic activity. Figure 1 shows recent quarterly trends for all nonagricultural jobs, as well as the service producing and manufacturing sector.

FIGURE 1: U.S. JOB GROWTH



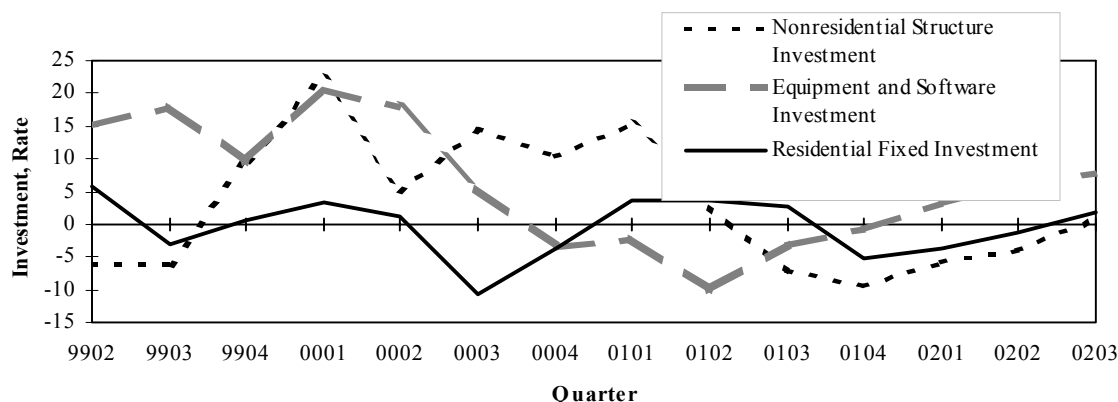
Overall economic growth in 2000, as measured by advances in inflation-adjusted gross domestic product (GDP), was 5.0 percent (recently revised downward to 4.1 percent). GDP growth came in at 1.2 percent (seasonally adjusted annual rate, or SAAR) in the first quarter and 1.3 percent (SAAR) in the second quarter of the current year. Personal and disposable income have not fallen off to the same extent as GDP due to job gains outside manufacturing. There are concerns, however, that more layoffs and a slower pace of job creation may take place soon if the nation's manufacturing sector fails to rebound. Such a trend would heighten the nation's risk of recession. The consumer price index, which rose 3.4 percent in 2000, grew at the faster rate of 4.2 percent in the first quarter and then slowed to 2.8 percent in the second quarter of 2001.

The situation for manufacturing and the broader economy clearly could be worse. But several important factors have been at play, keeping an economy-wide recession at bay. Perhaps most important is Federal Reserve monetary policy, which has been aggressively expansionary since the beginning of the year. With a 25 basis point drop in the Federal Funds rate in August, this key interest rate has fallen a full 3 percentage points since January. The expansionary influence of these

cuts will be felt well into the new year. Consumers have done their part by sustaining spending, despite slipping consumer sentiment and declining wealth effects from the stock market. Federal government tax cuts (expected to total \$40 billion in the third quarter), lower interest rates, increases in home equity from higher housing prices and the absence of widespread job cuts have helped support consumer spending. The housing and automobile sectors still show signs of life, testimony to the strength of consumer buying.

Business investment and weakening exports have dampened growth in the first two quarters of the year. Inflation-adjusted nonresidential fixed investment grew only 1.9 percent (SAAR) in the first quarter of 2001. To place this in perspective, growth in the first three quarters of 2000 was 14.3 percent. Investment in producer's durable equipment and software showed strong growth as well in the first three quarters of 2000, but actually fell 2.3 percent in the first quarter of 2001. (See Figure 2.) Given the erosion of corporate profits (projected to be down nearly 11 percent in 2001) and ample excess capacity, no turnaround in business investment is expected in the short term. Business inventories, which were negative in the first two quarters of the year will likely move into the black in the third quarter, offering up a modest expansionary

FIGURE 2: U.S. INVESTMENT GROWTH



influence on economic growth (See Figure 3).

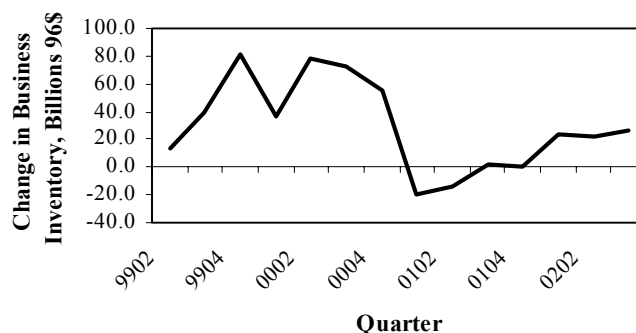
The international sector, including both imports and exports, has slowed sharply in recent quarters. U.S. inflation-adjusted export growth turned down in the fourth quarter of 2000 and has contracted since that time, hurting U.S. producers. U.S. inflation-adjusted import growth also turned negative in the fourth quarter of last year and has continued to contract, further dampening economic activity abroad. Since most international trade involves manufactured products, including both consumer and producer goods, this sector has borne the brunt of the slowdown in trade. Already being hurt by high fuel prices and the technology slowdown, markets abroad now appear to be a risk factor as the economy moves through the current year and into 2002. The Japanese economy shows signs of contraction and Europe (particularly Germany) has moved onto a slow-growth path. Unlike the expansionary policy being pursued by the Federal Reserve, with seven interest rate cuts over the course of the year, little help is being offered by the European Central Bank.

U.S. Forecast Summary

The short-term outlook for the U.S. calls for a continuation of current trends. Recession appears unlikely given current domestic conditions, but a quick return to the strong growth of recent years also seems

unlikely. Manufacturing employment will continue to contract into 2003, with declines of 3.3 percent in 2001 and 2.0 percent in 2002. The job losses are expected to be pervasive, including the broad durable and nondurable goods sectors, as well as most of their respective component sectors. Total nonagricultural employment will fare considerably better. Third and fourth quarter nonagricultural job growth is projected to be 0.3 percent and 0.6 percent, while growth in 2001 and 2002 will total 0.6 percent and 0.8 percent. The nation's unemployment rate should average 4.5 percent in 2001, increasing to 5.4 percent in 2002 as a result of an anticipated spike in the number of unemployed people.

FIGURE 3: CHANGE IN BUSINESS INVENTORIES



Inflation-adjusted GDP should advance 1.9 percent and 1.4 percent (SAARs) in the third and fourth quarters. Growth in 2002 is expected to improve to 2.6 percent, gaining further ground with 3.5 percent growth in the following year. Inflation will remain in check due to slow growth in demand and little cost-push pressure emanating from the nation's labor markets. The consumer price index is projected to increase 2.7 percent in both 2001 and 2002. The employment cost index for wages and salaries will rise from 4.1 percent in 2000 to 4.2 percent in 2001 then move down to 2.8 percent growth in 2002. Unit labor costs are projected to jump 4.4 percent in 2001, followed by much slower growth of 1.4 percent in the following year.

Inflation-adjusted personal consumption expenditures will be the economy's driving force through the short-term forecast horizon. After growing 5.3 percent in 2000 and slowing to 3.0 percent growth in 2001, a slight increase to 3.1 percent growth is expected in 2002. Light vehicle sales are expected to total 16.4 million units in 2001 and 16.5 million units in 2002. Investment growth is projected to be weak into 2003. Nonresidential fixed investment will be up only 0.1 percent (SAAR) in 2001 and 0.8 percent in 2002; growth for 2003 is forecast at 6.9 percent. Investment in producer's durable equipment and software will contract for 2001, grow 2.3 percent in 2002 and rebound with 8.6 percent growth in 2003. Net exports are projected to decline through 2003 putting downward pressure on economy-wide growth.

Federal government tax cuts will offer some impetus to demand in the short run by stimulating consumer spending. Tight state budgets across the nation will, on the other hand, serve to dampen growth prospects. Monetary policy will retain its anti-recessionary and pro-growth bias at least

through 2002. The Federal Funds rate, which averaged 6.2 percent in 2000 will average 4.3 percent in the current year, falling to 3.7 percent in 2002.

U.S. Forecast at a Glance

➤ ***The downturn in the nation's manufacturing sector will continue*** into 2003, with job losses being sustained in both the durable goods and nondurable goods sectors. Other sectors of the economy will expand sufficiently to yield total nonagricultural job growth of 0.6 percent in 2001 and 0.8 percent in 2002.

➤ ***Consumer spending will be critical*** to supporting economic expansion in the quarters ahead. Expect inflation-adjusted personal consumption expenditures to grow 3.0 percent in 2001 and 3.1 percent in 2002.

➤ ***Business investment will be anemic, at best***, until 2003, aggravated by a weakening corporate profit position and excess capacity in manufacturing. Expect flat growth in business fixed investment. Investment in producer's durable equipment and software will decline in 2001 and experience modest 2.3 percent growth in 2002. Residential investment will contract in both 2001 and 2002, then show positive growth of 1.9 percent growth in 2003.

➤ ***Monetary policy will retain an anti-recessionary bias*** through 2002. The Federal Funds rate will average 4.3 percent in 2001 and 3.7 percent in 2002. The prime interest rate is expected to average 7.3 percent in 2001 and 6.7 percent in 2002.

➤ ***The consumer price index will advance*** 3.2 percent in 2001 and 2.7 percent in 2002. The GDP deflator will hold its own at 2.7 percent in 2001 and 2002.



State Economy Weathers the Storm

TENNESSEE FORECAST ***Current Economic Conditions***

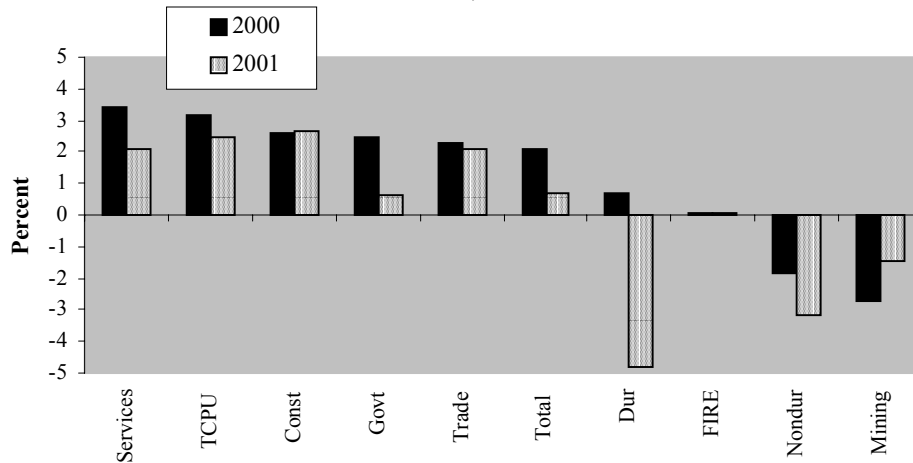
Like its national counterpart, Tennessee's manufacturing sector has struggled in recent quarters. Of course this struggle is nothing new to the state's nondurable goods sector where job losses have been broadly based for years now. Following a 5.0 percent loss in jobs in 1999 (representing 11 thousand jobs), the nondurable goods sector shed only 1.8 percent of its jobs in 2000. The food, rubber and plastics, and petroleum refining sectors were the only expanding sectors in 2000. Job decay in textiles slowed from 8.1 percent in 1999 to 3.5 percent in 2000. Job losses in apparel totaled 21.1 percent in 1999 and 15.3 percent in 2000. The durable goods manufacturing sector enjoyed 2.5 percent job growth in 1999 (yielding over 7 thousand new jobs), with growth falling to 0.7 percent in 2000. Job losses in the durable goods sector were first observed in recent history in the fourth quarter of 2000, with a decline of 4.6 percent (SAAR), followed by a 7.8 percent (SAAR) setback in the first quarter and a 4.7 percent (SAAR) loss in the second quarter of 2001. (Job losses in the nondurable goods sector accelerated in these same quarters, with 4.2 percent, 3.8 percent and 4.2 percent (SAAR) declines.) Only instruments and miscellaneous products suffered setbacks in 1999, while job losses took place in furniture

and fixtures, primary metals, electrical machinery and miscellaneous products in 2000.

Also like the nation, overall job growth has been sustained by strength in sectors other than manufacturing. Tennessee bears the same risk as the nation that job losses may spread to other sectors, hurting income growth and adversely affecting the unemployment rate. Total nonagricultural job growth advanced 1.8 percent in 1999, improving to 2.1 percent in 2000. So while the woes in manufacturing were increasing, so were the job gains elsewhere in the state economy. The service sector, which accounted for 27 percent of all nonagricultural jobs in 2000, saw a gain of 2.7 percent in 1999, improving to 3.4 percent in 2000. A 1.2 percent (SAAR) decline was seen in the first quarter of the year, followed by 4.5 percent (SAAR) growth in the second quarter. The trade sector, including both wholesale and retail trade, now accounts for about 24 percent of all nonagricultural jobs in the state. Job growth in trade also accelerated from 1999 to 2000, with advances of 1.7 percent and 2.3 percent. Job growth slowed to 1.6 percent (SAAR) in the first quarter and 1.7 percent in the second quarter of the year. Both the FIRE and TCPU sectors saw job growth wane moving from 1999 to 2000. Construction has done surprisingly well in light of the slowdown, with a gain of 2.6 percent in 2000 and a spike of 16.6 percent (SAAR) in the first quarter. Unfortunately jobs fell at a 4.5 percent (SAAR) pace in the second quarter. Annual rates of change in job growth are shown in Figure 4 for broad sectors of the state economy.

The state unemployment rate has largely held its own in the face of the slowing economy, averaging 3.9 percent in 2000, down from 4.0 percent in 1999. The unemployment

FIGURE 4: TENNESSEE NONAG JOB GROWTH, BY SECTOR

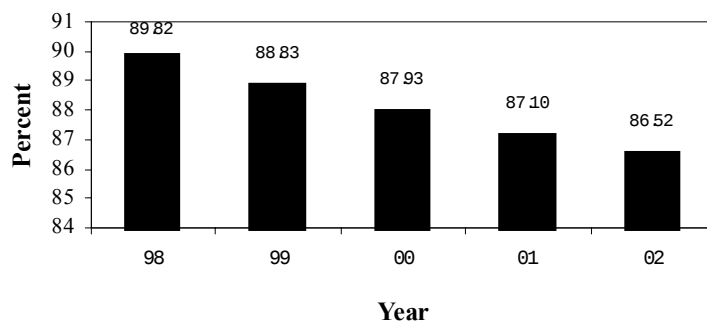


rate has inched upward in the current year from 4.1 percent in the first quarter to 4.2 percent in the second quarter, but has nonetheless stayed below its national counterpart.

Nominal personal income has fared well in recent quarters, buoyed by job growth outside the manufacturing sector. On the heels of 4.9 percent growth in 1999, personal income was up 6.1 percent in 2000. Growth in the fourth quarter of 2000 (2.1 percent, SAAR) was the slowest since the first quarter of 1999 (0.6 percent, SAAR), but jumped to 6.6 percent (SAAR) growth in the first quarter of the year. Wages and salaries, other labor income, proprietor's income and transfer payments all show a largely similar pattern of growth.

Tennessee per capita income growth was only 3.3 percent in 1999, improving to 4.4 percent growth in 2000. U.S. per capita income growth was 4.5 percent in 1999 and 5.4 percent in 2000. This uneven pattern of per capita income growth translates into a widening disparity in the relative well being of Tennesseans versus their national counterparts. Tennessee's per capita personal income stood at 89.8 percent of the national average in 1998. If projections of per capita personal income growth for 2001 prove to be accurate, Tennessee's per capita personal income will have slipped to 87.1 percent of the national average by the end of the year, as shown in Figure 5.

FIGURE 5: TENNESSEE PERSONAL INCOME AS A PERCENT OF U.S.



Nominal taxable sales jumped 9.2 percent in 1999 following anemic growth of only 0.4 percent in 1998. Growth fell to a miserly 3.2 percent in 2000. Taxable sales declined in the second, third and fourth quarters of 2000 (SAARs). Growth in the first quarter was 4.9 percent (SAAR) and growth in the second quarter was 1.3 percent (SAAR). The year-over-year growth rates in taxable sales are particularly discouraging, coming in at 0.2 percent in the fourth quarter of 2000, a decline of 1.5 percent in the first quarter of 2001 and positive growth of 0.9 percent in the second quarter of the year.

Tennessee Forecast Summary

The state economy is expected to follow the lead of the nation and experience several quarters of slow growth before stronger growth is realized in 2003. The slower growth will be concentrated in manufacturing employment and output, rippling through to affect total nonagricultural employment and production. Jobs in the durable goods sector are expected to fall 4.8 percent in 2001 and decline at the slower pace of 2.2 percent in 2002. Improvement is expected in 2003 as net gains are restored to durable goods manufacturing. Job contraction in 2002 is projected to be broadly based, with only lumber and wood, instruments and miscellaneous products eking out gains. The nondurable goods sector is expected to outperform the durable goods sector. Job losses in nondurable goods manufacturing for 2001 are projected at 3.2 percent and losses in 2002 are projected at 2.0 percent. Double-digit losses are nonetheless expected in the leather sector, while jobs will fall 9.7 percent in textiles and 8.5 percent in apparel in 2002.

Nonagricultural job growth should show improvement through the short-term

forecast horizon. Following projected growth of 0.7 percent for the current year, job growth in 2002 should advance to 1.2 percent. Much of the improvement in the job situation is due to the slower pace of job decay in manufacturing rather than strong growth in other sectors. Job gains in construction, trade, services and TCPU will be roughly the same in 2001 and 2002.

The state unemployment rate will likely rise over the next several quarters. The unemployment rate is expected to rise to at least 4.5 percent in the fourth quarter of 2001 and eventually settle at a plateau level of 4.7 percent in 2002. Labor force growth in 2002 is projected to be negative, a reaction to the extraordinarily high rate of growth in the labor force in the current year. The number of unemployed people will increase rapidly, with 11.1 percent growth in 2001 and 7.9 percent growth in 2002.

Nominal personal income growth for 2001 is forecast at 5.0 percent, down from the 6.1 percent rate of growth registered in 2000. Slight improvement to 5.2 percent growth is projected for 2002. Wage and salary growth is expected to be roughly commensurate with overall personal income growth. Nominal personal income growth for the current fiscal year is projected to be 5.3 percent. Per capita income growth should be up 3.8 percent in 2001 and 4.0 percent in 2002.

Taxable sales will perform poorly for the year, increasing only 0.7 percent. Improvement to 3.9 percent growth can be expected in 2002. Taxable sales growth for the current fiscal year is expected to be only 2.9 percent. The weakest sales sectors in 2001 will be those most closely tied to manufacturing, including automobile dealers, purchases from manufacturers and miscellaneous durable goods. The other retail

and service, miscellaneous nondurable goods and transportation sectors will fare well in both 2000 and 2001.

Tennessee Forecast at a Glance

➤ ***Tennessee manufacturing jobs will decline*** 4.2 percent in 2001 and 2.1 percent in 2002. The rate of job decay in the durable goods sector will surpass that of the nondurable goods sector in both 2001 and 2002.

➤ ***Nonagricultural job growth*** will total 0.7 percent in 2001 and 1.2 percent in 2002, outperforming the nation. Construction, trade, services and TCPU will all enjoy job growth rates in excess of 2 percent in this and the next year.

➤ ***The state unemployment rate will move upward*** from 4.3 percent in the third quarter of 2001 to 4.7 percent in the third quarter of 2002. The unemployment rate will average 4.6 percent in 2002.

➤ ***Nominal personal income will advance*** 5.0 percent in 2001 and will grow 5.3 percent in the current fiscal year. Per capita personal income growth will be 3.8 percent and 4.0 percent in 2001 and 2002.

➤ ***Expect nominal taxable sales to grow*** 0.7 percent and inflation-adjusted taxable sales to contract 1.6 percent in 2001. Nominal sales growth should tally 3.9 percent in 2002. For fiscal year 2001/02, sales are expected to grow only 2.9 percent.



Forecast Data

2001:02 to 2003:03
Quarterly Tennessee Econometric Model
(Baseline Forecast as of August 2001)

TABLE OF CONTENTS

TABLE

1. Selected U.S. and Tennessee Economic Indicators (SA)*
2. Selected Per Capita U.S. and Tennessee Economic Indicators (SA)
3. Personal Income by Components (96\$, SAAR)*
4. Personal Income by Components (Current\$, SAAR)
5. Employment, Nonagricultural (NSA)*
6. Employment, Durable Goods (NSA)
7. Employment, Nondurable Goods (NSA)
8. Employment, Nonagricultural (SA)
9. Employment, Durable Goods (SA)
10. Employment, Nondurable Goods (SA)
11. Average Annual Wage and Salary Rate (96\$, NSA)
12. Average Annual Wage and Salary Rate (96\$, SA)
13. Average Annual Wage and Salary Rate (Current\$, NSA)
14. Average Annual Wage and Salary Rate (Current\$, SA)
15. Civilian Labor Force and Unemployment Rate (NSA)
16. Civilian Labor Force and Unemployment Rate (SA)
17. Taxable Sales (96\$, NSA)
18. Taxable Sales (96\$, SA)
19. Taxable Sales (Current\$, NSA)
20. Taxable Sales (Current\$, SA)

*Key: SA=Seasonally Adjusted; NSA=Not Seasonally Adjusted; SAAR=Seasonally Adjusted Annual Rate

TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
TABLE 1: SELECTED U.S. AND TENNESSEE ECONOMIC INDICATORS
SEASONALLY ADJUSTED

	HISTORY	FORECAST - DATA												ANNUAL		
		200101	200102	200103	200104	200201	200202	200203	200204	200301	200302	200303	2000	2001	2002	
US GDP (BIL96\$) SAAR.....		9422.8	9449.7	9493.2	9527.0	9599.0	9671.4	9761.3	9841.7	9915.7	10013.5	10107.1	9318.5	9473.2	9718.3	
% CHG PREV QTR SAAR.....		1.24	1.15	1.85	1.43	3.06	3.05	3.77	3.34	3.04	4.00	3.79	4.99	1.66	2.59	
% CHG SAME QTR LAST YR.....		2.51	1.40	1.32	1.42	1.87	2.35	2.82	3.30	3.30	3.54	3.54	4.99	1.66	2.59	
US GDP (BIL\$) SAAR.....		10226.8	10320.6	10472.5	10508.9	61073.4	410875.3	11042.1	11191.2	111327.1	111482.0	111641.6	9963.1	110402.4	10960.8	
% CHG PREV QTR SAAR.....		4.52	3.72	6.02	4.55	5.58	5.35	6.28	5.51	4.95	5.58	5.68	7.14	4.41	5.37	
% CHG SAME QTR LAST YR.....		4.86	3.77	4.31	4.70	4.96	5.37	5.44	5.68	5.52	5.58	5.43	7.14	4.41	5.37	
IMPLICIT DEFATOR, GDP.....		108.5	109.2	110.3	111.2	111.8	112.4	113.1	113.7	114.2	114.7	115.2	106.9	109.8	112.8	
% CHG PREV QTR SAAR.....		3.00	2.61	4.09	3.30	2.18	2.16	2.51	2.14	1.77	1.76	1.76	2.05	2.69	2.69	
% CHG SAME QTR LAST YR.....		2.26	2.34	2.89	3.25	3.04	2.93	2.54	2.25	2.15	2.05	1.86	2.05	2.69	2.69	
US PERS CONS DEFL (1996=100)....		109.0	109.5	110.2	110.8	111.4	112.0	112.7	113.5	114.1	114.8	115.5	107.3	109.9	112.4	
% CHG PREV QTR SAAR.....		3.37	1.85	2.58	2.20	2.18	2.17	2.52	2.87	2.13	2.48	2.46	2.38	2.35	2.30	
% CHG SAME QTR LAST YR.....		2.25	2.24	2.42	2.50	2.20	2.28	2.27	2.44	2.42	2.50	2.48	2.38	2.35	2.30	
TN PERSONAL INCOME (MIL96\$) SAAR		140661	141397	142300	143905	145283	145731	145629	147567	150625	151759	150430	138494	142066	146052	
% CHG PREV QTR SAAR.....		3.10	2.11	2.58	4.59	3.89	1.24	-0.28	5.43	8.55	3.05	-3.46	3.66	2.58	2.81	
% CHG SAME QTR LAST YR.....		3.01	2.22	2.01	3.09	3.29	3.07	2.34	2.54	3.68	4.14	3.30	3.66	2.58	2.81	
US PERSONAL INCOME (BIL96\$) SAAR		7847.9	7933.6	8004.4	8065.6	8120.5	8195.0	8257.6	8303.1	8365.4	8420.6	8475.3	7714.2	7962.9	8219.0	
% CHG PREV QTR SAAR.....		2.58	4.44	3.62	3.09	2.75	3.72	3.09	2.22	3.04	2.66	2.63	3.84	3.22	3.22	
% CHG SAME QTR LAST YR.....		3.21	3.09	3.16	3.43	3.47	3.29	3.16	2.94	3.02	2.75	2.64	3.84	3.22	3.22	
TN PERSONAL INCOME (MIL\$) SAAR..		153321	154829	156814	159447	161846	163219	164123	167488	171863	174219	173747	148679	156103	164169	
% CHG PREV QTR SAAR.....		6.57	3.99	5.23	6.89	6.15	3.44	2.24	8.46	10.87	5.60	-1.08	6.13	4.99	5.17	
% CHG SAME QTR LAST YR.....		5.33	4.51	4.47	5.66	5.56	5.42	4.66	5.04	6.19	6.74	5.86	6.13	4.99	5.17	
US PERSONAL INCOME (BIL\$) SAAR..		8554.2	8687.3	8820.9	8936.7	9046.2	9178.4	9306.3	9424.0	9544.9	9666.8	9789.0	8281.7	8749.8	9238.7	
% CHG PREV QTR SAAR.....		6.04	6.37	6.29	5.36	4.99	5.97	5.69	5.16	5.23	5.21	5.15	6.32	5.65	5.59	
% CHG SAME QTR LAST YR.....		5.53	5.40	5.65	6.01	5.75	5.65	5.50	5.45	5.51	5.32	5.19	6.32	5.65	5.59	
TN NONAGRIC JOBS (THOUS).....		2750.6	2757.7	2762.2	2762.0	2780.2	2780.8	2793.8	2804.2	2825.2	2829.6	2841.4	2739.7	2758.1	2789.7	
% CHG PREV QTR SAAR.....		0.00	1.03	0.66	-0.04	2.66	0.09	1.88	1.50	3.03	0.62	1.69	2.06	0.67	1.15	
% CHG SAME QTR LAST YR.....		0.93	0.89	0.47	0.41	1.07	0.84	1.14	1.53	1.62	1.75	1.71	2.06	0.67	1.15	
US NONAGRIC JOBS (MIL).....		132.6	132.4	132.5	132.7	133.1	133.4	133.8	134.1	134.3	134.7	135.2	131.8	132.6	133.6	
% CHG PREV QTR SAAR.....		0.91	-0.60	0.30	0.61	1.21	0.90	1.20	0.90	0.60	1.20	1.49	2.23	0.59	0.79	
% CHG SAME QTR LAST YR.....		1.22	0.38	0.45	0.30	0.38	0.76	0.98	1.06	0.90	0.97	1.05	2.23	0.59	0.79	
TN UNEMPLOYMENT RATE (%).....		4.1	4.2	4.3	4.5	4.6	4.6	4.7	4.7	4.7	4.5	4.5	3.9	4.3	4.6	
US UNEMPLOYMENT RATE (%).....		4.2	4.4	4.6	4.8	5.1	5.4	5.5	5.4	5.3	5.4	5.4	4.0	4.5	5.3	
BANK PRIME INTEREST RATE (%)....		8.6	7.3	6.6	6.5	6.5	6.5	6.9	7.0	7.4	7.8	7.8	9.2	7.3	6.7	
TN MFG JOBS (THOUS).....		496.8	491.1	482.7	480.6	478.6	477.7	475.3	477.9	478.8	477.5	475.8	508.9	487.8	477.4	
% CHG PREV QTR SAAR.....		-6.19	-4.49	-6.65	-1.72	-1.65	-0.79	-1.96	2.18	0.74	-1.04	-1.45	-0.34	-4.15	-2.14	
% CHG SAME QTR LAST YR.....		-2.65	-3.74	-5.45	-4.78	-3.65	-2.73	-1.53	-0.57	0.03	-0.03	0.09	-0.34	-4.15	-2.14	

(CONTINUED ON NEXT PAGE)

TABLE 1: TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
SELECTED U.S. AND TENNESSEE ECONOMIC INDICATORS (CONT.)
SEASONALLY ADJUSTED

	HISTORY	FORECAST - DATA												ANNUAL		
		200101	200102	200103	200104	200201	200202	200203	200204	200301	200302	200303	2000	2001	2002	
TN TAXABLE SALES (MIL96\$)	17179	17156	17115	16976	17469	17461	17308	17252	17833	17741	17853	17741	69548	68426	69490	
% CHG PREV QTR SAAR	1.45	-0.54	-0.96	-3.20	12.13	-0.19	-3.45	-1.29	14.16	-2.48	0.45	-2.48	0.82	-1.61	1.56	
% CHG SAME QTR LAST YR	-3.62	-1.31	-0.63	-0.83	1.69	1.78	1.13	1.63	2.08	2.25	2.50	2.50	0.82	-1.61	1.56	
TN TAXABLE SALES (MIL\$)	18725	18786	18860	18810	19460	19556	19507	19582	20347	20491	20495	20491	74654	75181	78104	
% CHG PREV QTR SAAR	4.87	1.29	1.60	-1.07	14.58	1.98	-1.01	1.55	16.59	-0.08	2.94	-0.08	3.21	0.71	3.89	
% CHG SAME QTR LAST YR	-1.45	0.91	1.78	1.65	3.92	4.10	3.43	4.10	4.56	4.80	5.05	5.05	3.21	0.71	3.89	
TN AVG ANNUAL WAGE, NONAG (96\$)	29149	29283	29469	29663	29813	29937	30006	30044	30164	30256	30346	30346	28802	29391	29950	
% CHG PREV QTR SAAR	3.50	1.85	2.57	2.66	2.04	1.67	0.93	0.50	1.61	1.23	1.20	1.20	0.93	2.04	1.90	
% CHG SAME QTR LAST YR	2.20	1.60	1.74	2.64	2.28	2.23	1.82	1.28	1.18	1.07	1.13	1.13	0.93	2.04	1.90	
TN AVG ANNUAL WAGE, NONAG (\$)	31772	32065	32475	32866	33212	33529	33817	34100	34417	34734	35050	35050	30920	32295	33664	
% CHG PREV QTR SAAR	6.99	3.73	5.21	4.91	4.27	3.88	3.48	3.38	3.77	3.73	3.69	3.69	3.33	4.45	4.24	
% CHG SAME QTR LAST YR	4.50	3.88	4.20	5.20	4.53	4.57	4.13	3.75	3.63	3.59	3.65	3.65	3.33	4.45	4.24	

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TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
TABLE 2: SELECTED PER CAPITA U.S. AND TENNESSEE ECONOMIC INDICATORS
SEASONALLY ADJUSTED

	HISTORY	FORECAST - DATA												ANNUAL		
		200101	200102	200103	200104	200201	200202	200203	200204	200301	200302	200303	2000	2001	2002	2002
US GDP (96\$) SAAR.....	34153	34176	34259	34307	34492	34677	34924	35136	35337	35610	35879	35944	34224	34807		
% CHG PREV QTR SAAR.....	0.51	0.27	0.97	0.56	2.17	2.17	2.88	2.45	2.31	3.12	3.06	4.11	0.83	1.70		
% CHG SAME QTR LAST YR.....	1.70	0.56	0.48	0.58	0.99	1.47	1.94	2.42	2.45	2.69	2.73	4.11	0.83	1.70		
US GDP (\$) SAAR.....	37067	37326	37793	38133	38571	38994	39507	39954	40367	40832	41326	36291	37580	39256		
% CHG PREV QTR SAAR.....	3.76	2.82	5.10	3.65	4.68	4.45	5.37	4.61	4.20	4.69	4.93	6.24	3.55	4.46		
% CHG SAME QTR LAST YR.....	4.03	2.91	3.45	3.83	4.06	4.47	4.53	4.78	4.66	4.72	4.61	6.24	3.55	4.46		
TN PERSONAL INCOME (96\$) SAAR....	24592	25238	25213	25182	25113	25717	25512	25529	25740	26478	26055	24708	25056	25468		
% CHG PREV QTR SAAR.....	-1.84	10.92	-0.39	-0.50	-1.09	9.99	-3.15	0.26	3.34	11.98	-6.23	1.92	1.41	1.64		
% CHG SAME QTR LAST YR.....	1.84	1.05	0.84	1.92	2.12	1.90	1.19	1.38	2.50	2.96	2.13	1.92	1.41	1.64		
TN PERSONAL INCOME (\$) SAAR.....	26806	27635	27785	27901	27975	28803	28752	28975	29369	30397	30094	26525	27532	28627		
% CHG PREV QTR SAAR.....	1.47	12.97	2.18	1.69	1.07	12.37	-0.71	3.14	5.54	14.75	-3.93	4.35	3.79	3.98		
% CHG SAME QTR LAST YR.....	4.13	3.32	3.28	4.47	4.36	4.23	3.48	3.85	4.98	5.53	4.67	4.35	3.79	3.98		
US PERSONAL INCOME (96\$) SAAR....	28445	28693	28886	29044	29179	29383	29544	29643	29812	29945	30086	28100	28767	29437		
% CHG PREV QTR SAAR.....	1.84	3.54	2.73	2.20	1.87	2.83	2.21	1.35	2.30	1.79	1.90	2.97	2.37	2.33		
% CHG SAME QTR LAST YR.....	2.39	2.23	2.30	2.57	2.58	2.41	2.28	2.06	2.17	1.91	1.84	2.97	2.37	2.33		
US PERSONAL INCOME (\$) SAAR.....	31005	31419	31833	32181	32505	32909	33296	33645	34016	34377	34750	30166	31609	33089		
% CHG PREV QTR SAAR.....	5.27	5.45	5.38	4.45	4.09	5.07	4.79	4.26	4.48	4.31	4.41	5.43	4.78	4.68		
% CHG SAME QTR LAST YR.....	4.69	4.52	4.78	5.14	4.84	4.74	4.60	4.55	4.65	4.46	4.37	5.43	4.78	4.68		
TN TAXABLE SALES (96\$).....	3003	3062	3032	2971	3020	3081	3032	2985	3047	3115	3073	12407	12069	12118		
% CHG PREV QTR SAAR.....	-3.41	8.04	-3.83	-7.90	6.75	8.44	-6.23	-6.12	8.68	9.16	-5.29	-0.87	-2.73	0.41		
% CHG SAME QTR LAST YR.....	-4.72	-2.43	-1.76	-1.95	0.53	0.63	-0.01	0.47	0.92	1.09	1.34	-0.87	-2.73	0.41		
TN TAXABLE SALES (\$).....	3274	3353	3342	3291	3364	3451	3417	3388	3477	3576	3549	13318	13260	13620		
% CHG PREV QTR SAAR.....	-0.16	10.03	-1.35	-5.88	9.08	10.79	-3.86	-3.43	10.99	11.86	-2.96	1.48	-0.44	2.71		
% CHG SAME QTR LAST YR.....	-2.57	-0.24	0.62	0.50	2.75	2.92	2.26	2.92	3.37	3.62	3.86	1.48	-0.44	2.71		

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TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
 TABLE 3: TENNESSEE PERSONAL INCOME BY COMPONENTS
 SEASONALLY ADJUSTED ANNUAL RATES
 MILLIONS OF 1996 DOLLARS

HISTORY	FORECAST - DATA												ANNUAL		
	200101	200102	200103	200104	200201	200202	200203	200204	200301	200302	200303	2000	2001	2002	
TOTAL PERSONAL INCOME.....	140661	141397	142300	143905	145283	145731	145629	147567	150825	151759	150430	138494	142066	146052	
% CHG PREV QTR SAAR.....	3.10	2.11	2.58	4.59	3.89	1.24	-0.28	5.43	8.55	3.05	-3.46	3.66	2.58	2.81	
% CHG SAME QTR LAST YR.....	3.01	2.22	2.01	3.09	3.29	3.07	2.34	2.54	3.68	4.14	3.30	3.66	2.58	2.81	
WAGES AND SALARIES.....	80984	81568	82222	82758	83725	84096	84688	85112	86091	86492	87118	79702	81883	84405	
% CHG PREV QTR SAAR.....	3.55	2.91	3.25	2.63	4.75	1.79	2.84	2.02	4.68	1.88	2.93	3.02	2.74	3.08	
% CHG SAME QTR LAST YR.....	3.11	2.52	2.23	3.09	3.38	3.10	3.00	2.84	2.83	2.85	2.87	3.02	2.74	3.08	
OTHER LABOR INCOME.....	8531	8429	8494	8798	8420	8286	8335	8795	9023	9054	8538	8433	8563	8459	
% CHG PREV QTR SAAR.....	2.79	-4.71	3.11	15.12	-16.10	-6.22	2.36	24.00	10.78	1.39	-20.95	0.81	1.54	-1.21	
% CHG SAME QTR LAST YR.....	2.10	0.19	0.02	3.84	-1.30	-1.69	-1.87	-0.03	7.16	9.27	2.44	0.81	1.54	-1.21	
PROPRIETORS INCOME.....	13831	14216	14030	13984	13808	13905	13791	14080	14698	15237	14229	13690	14016	13896	
% CHG PREV QTR SAAR.....	3.65	11.61	-5.13	-1.31	-4.95	2.83	-3.23	8.64	18.76	15.51	-23.96	6.43	2.38	-0.85	
% CHG SAME QTR LAST YR.....	1.80	3.71	1.99	2.02	-0.17	-2.19	-1.71	0.68	6.45	9.59	3.18	6.43	2.38	-0.85	
RENT INTEREST DIVIDENDS.....	22519	22570	22819	23082	23419	23867	23076	23345	23939	24243	23649	22567	22748	23427	
% CHG PREV QTR SAAR.....	-4.26	0.91	4.49	4.69	5.96	7.88	-12.62	4.75	10.56	5.18	-9.44	4.57	0.80	2.99	
% CHG SAME QTR LAST YR.....	1.01	0.12	0.67	1.39	4.00	5.75	1.12	1.14	2.22	1.57	2.48	4.57	0.80	2.99	
TRANSFER PAYMENTS.....	22083	21873	21952	22515	23158	22805	22951	23463	24175	24049	24142	21277	22106	23094	
% CHG PREV QTR SAAR.....	10.55	-3.74	1.45	10.66	11.91	-5.95	2.59	9.22	12.70	-2.07	1.55	3.72	3.90	4.47	
% CHG SAME QTR LAST YR.....	5.69	2.76	2.62	4.55	4.87	4.26	4.55	4.21	4.39	5.45	5.19	3.72	3.90	4.47	
LESS: PERS CONT FOR SOC INS.....	6275	6248	6206	6216	6227	6210	6191	6198	6257	6267	6203	6159	6236	6206	
% CHG PREV QTR SAAR.....	7.56	-1.72	-2.68	0.64	0.75	-1.12	-1.23	0.47	3.90	0.63	-4.03	1.69	1.25	-0.48	
% CHG SAME QTR LAST YR.....	2.58	1.42	0.16	0.87	-0.76	-0.61	-0.24	-0.29	0.48	0.92	0.20	1.69	1.25	-0.48	
RESIDENCE ADJUSTMENT.....	-1012	-1012	-1012	-1017	-1019	-1019	-1021	-1031	-1043	-1050	-1042	-1016	-1013	-1022	
% CHG PREV QTR SAAR.....	1.44	-0.02	0.14	1.97	0.74	-0.11	0.97	3.82	4.96	2.43	-2.75	-1.18	-0.27	0.90	
% CHG SAME QTR LAST YR.....	1.19	-1.03	-2.05	0.88	0.70	0.68	0.89	1.34	2.39	3.04	2.07	-1.18	-0.27	0.90	
PER CAPITA PERSONAL INCOME (\$)...	24592	25238	25213	25182	25113	25717	25512	25529	25740	26478	26055	24708	25056	25468	
% CHG PREV QTR SAAR.....	-1.84	10.92	-0.39	-0.50	-1.09	9.99	-3.15	0.26	3.34	11.98	-6.23	1.92	1.41	1.64	
% CHG SAME QTR LAST YR.....	1.84	1.05	0.84	1.92	2.12	1.90	1.19	1.38	2.50	2.96	2.13	1.92	1.41	1.64	

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.

TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
TABLE 4: TENNESSEE PERSONAL INCOME BY COMPONENTS
SEASONALLY ADJUSTED ANNUAL RATES
MILLIONS OF CURRENT DOLLARS

	HISTORY	FORECAST - DATA												ANNUAL		
		200101	200102	200103	200104	200201	200202	200203	200204	200301	200302	200303	2000	2001	2002	
TOTAL PERSONAL INCOME.....	153321	154829	156814	159447	161846	163219	164123	167488	171863	174219	173747	148679	156103	164169		
% CHG PREV QTR SAAR.....	6.57	3.99	5.23	6.89	6.15	3.44	2.24	8.46	10.87	5.60	-1.08	6.13	4.99	5.17		
% CHG SAME QTR LAST YR.....	5.33	4.51	4.47	5.66	5.56	5.42	4.66	5.04	6.19	6.74	5.86	6.13	4.99	5.17		
WAGES AND SALARIES.....	88273	89317	90609	91696	93270	94188	95443	96602	98230	99293	100621	85564	89974	94876		
% CHG PREV QTR SAAR.....	7.04	4.81	5.91	4.89	7.04	4.00	5.44	4.95	6.91	4.40	5.46	5.47	5.15	5.45		
% CHG SAME QTR LAST YR.....	5.44	4.82	4.71	5.66	5.66	5.45	5.34	5.35	5.32	5.42	5.43	5.47	5.15	5.45		
OTHER LABOR INCOME.....	9299	9230	9360	9748	9380	9281	9393	9982	10295	10394	9861	9053	9409	9509		
% CHG PREV QTR SAAR.....	6.26	-2.95	5.78	17.65	-14.27	-4.18	4.94	27.56	13.14	3.90	-19.00	3.21	3.93	1.06		
% CHG SAME QTR LAST YR.....	4.40	2.44	2.44	6.43	0.87	0.55	0.35	2.40	9.76	12.00	4.98	3.21	3.93	1.06		
PROPRIETORS INCOME.....	15076	15567	15461	15494	15382	15573	15542	15980	16770	17492	16434	14696	15400	15619		
% CHG PREV QTR SAAR.....	7.15	13.68	-2.68	0.86	-2.87	5.06	-0.79	11.76	21.29	18.37	-22.09	8.96	4.79	1.43		
% CHG SAME QTR LAST YR.....	4.09	6.03	4.45	4.56	2.03	0.04	0.52	3.14	9.03	12.32	5.74	8.96	4.79	1.43		
RENT INTEREST DIVIDENDS.....	24546	24715	25147	25575	26089	26731	26007	26497	27314	27831	27315	24227	24996	26331		
% CHG PREV QTR SAAR.....	-1.04	2.78	7.18	6.99	8.28	10.22	-10.41	7.76	12.92	7.78	-7.21	7.06	3.17	5.34		
% CHG SAME QTR LAST YR.....	3.29	2.37	3.10	3.92	6.29	8.16	3.42	3.60	4.70	4.11	5.03	7.06	3.17	5.34		
TRANSFER PAYMENTS.....	24070	23951	24191	24947	25798	25542	25866	26631	27584	27608	27883	22842	24290	25959		
% CHG PREV QTR SAAR.....	14.28	-1.96	4.07	13.09	14.35	-3.90	5.17	12.36	15.10	0.36	4.05	6.19	6.34	6.87		
% CHG SAME QTR LAST YR.....	8.07	5.06	5.10	7.16	7.18	6.64	6.92	6.75	6.92	8.09	7.80	6.19	6.34	6.87		
LESS: PERS CONT FOR SOC INS.....	6840	6842	6839	6887	6937	6955	6977	7035	7140	7195	7165	6612	6852	6976		
% CHG PREV QTR SAAR.....	11.19	0.10	-0.17	2.85	2.95	1.03	1.26	3.35	6.11	3.12	-1.66	4.11	3.63	1.81		
% CHG SAME QTR LAST YR.....	4.89	3.69	2.58	3.39	1.42	1.66	2.02	2.14	2.92	3.45	2.69	4.11	3.63	1.81		
RESIDENCE ADJUSTMENT.....	-1103	-1108	-1115	-1127	-1135	-1141	-1151	-1170	-1191	-1205	-1204	-1091	-1113	-1149		
% CHG PREV QTR SAAR.....	4.86	1.83	2.72	4.21	2.94	2.06	3.52	6.80	7.20	4.97	-0.36	1.16	2.07	3.22		
% CHG SAME QTR LAST YR.....	3.47	1.19	0.31	3.40	2.92	2.98	3.18	3.81	4.87	5.61	4.61	1.16	2.07	3.22		
PER CAPITA PERSONAL INCOME (\$)...	26806	27635	27785	27901	27975	28803	28752	28975	29369	30397	30094	26525	27532	28627		
% CHG PREV QTR SAAR.....	1.47	12.97	2.18	1.69	1.07	12.37	-0.71	3.14	5.54	14.75	-3.93	4.35	3.79	3.98		
% CHG SAME QTR LAST YR.....	4.13	3.32	3.28	4.47	4.36	4.23	3.48	3.85	4.98	5.53	4.67	4.35	3.79	3.98		

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.

TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
TABLE 5: TENNESSEE NONAGRICULTURAL EMPLOYMENT BY SECTOR
THOUSANDS OF JOBS

	FORECAST - DATA												ANNUAL		
	HISTORY	200101	200102	200103	200104	200201	200202	200203	200204	200301	200302	200303	2000	2001	2002
TOTAL NONAGRICULTURAL.....		2721.0	2760.4	2761.0	2787.0	2749.8	2783.5	2792.8	2829.7	2794.2	2832.3	2840.7	2737.5	2757.4	2789.0
% CHG SAME QTR LAST YR....		1.20	0.82	0.48	0.42	1.06	0.84	1.15	1.53	1.61	1.75	1.71	1.94	0.73	1.15
MINING.....		4.1	4.1	4.1	4.1	4.0	4.1	4.2	4.1	4.1	4.2	4.2	4.2	4.1	4.1
% CHG SAME QTR LAST YR....		-1.60	-1.60	-1.43	-0.41	-1.75	0.95	1.06	1.14	1.17	1.17	1.15	-2.92	-1.26	0.35
CONSTRUCTION.....		124.7	131.2	133.8	131.5	127.8	134.6	136.9	134.8	130.8	138.7	142.6	127.1	130.3	133.5
% CHG SAME QTR LAST YR....		2.13	2.74	2.55	2.53	2.54	2.56	2.34	2.55	2.32	3.06	4.18	2.90	2.49	2.49
MANUFACTURING.....		496.5	491.7	481.2	480.9	478.4	478.3	473.9	478.1	478.6	478.1	474.3	508.4	487.6	477.2
% CHG SAME QTR LAST YR....		-2.46	-3.70	-5.44	-4.78	-3.65	-2.74	-1.53	-0.57	0.04	-0.04	0.10	-0.53	-4.09	-2.14
DURABLE GOODS.....		293.9	290.8	282.3	282.8	280.7	281.1	279.3	283.3	284.7	284.5	283.3	301.8	287.4	281.1
% CHG SAME QTR LAST YR....		-2.98	-4.13	-6.42	-5.55	-4.48	-3.32	-1.07	0.16	1.41	1.21	1.44	0.55	-4.77	-2.21
NONDURABLE GOODS.....		202.6	201.0	198.9	198.1	197.6	197.2	194.6	194.9	193.8	193.6	191.0	206.6	200.1	196.1
% CHG SAME QTR LAST YR....		-1.70	-3.07	-4.01	-3.67	-2.45	-1.89	-2.17	-1.61	-1.92	-1.82	-1.83	-2.06	-3.11	-2.03
TRADE.....		641.3	654.0	660.0	677.9	654.7	667.9	673.8	692.3	673.3	686.5	690.5	644.9	658.3	672.2
% CHG SAME QTR LAST YR....		2.26	1.95	1.93	2.16	2.09	2.13	2.10	2.13	2.84	2.78	2.48	2.23	2.07	2.11
SERVICES.....		741.9	765.1	772.7	767.7	762.8	775.6	786.8	785.8	773.1	790.0	801.6	744.7	761.8	777.7
% CHG SAME QTR LAST YR....		3.07	2.76	2.10	1.31	2.82	1.38	1.83	2.35	1.35	1.86	1.87	3.16	2.30	2.09
FIN, INS, REAL EST.....		129.8	130.9	132.5	131.8	130.8	131.7	133.3	132.8	132.5	133.4	133.5	131.1	131.3	132.1
% CHG SAME QTR LAST YR....		-0.49	-0.15	0.50	0.53	0.74	0.59	0.62	0.75	1.32	1.27	0.19	-0.03	0.10	0.67
TRANS, COMM, PUB UTIL.....		179.4	182.9	183.8	183.6	183.3	186.8	187.7	188.1	187.8	192.2	193.4	177.8	182.4	186.5
% CHG SAME QTR LAST YR....		3.28	2.70	2.44	2.07	2.15	2.13	2.10	2.47	2.43	2.89	3.02	3.11	2.62	2.21
GOVERNMENT.....		403.3	400.5	393.0	409.6	408.0	404.5	396.2	413.6	414.1	409.2	400.5	399.3	401.6	405.6
% CHG SAME QTR LAST YR....		0.23	0.05	1.06	0.97	1.16	1.01	0.83	0.98	1.50	1.16	1.09	2.34	0.58	1.00
FEDERAL, CIVILIAN.....		54.1	55.1	54.1	54.0	54.8	55.3	54.4	54.3	55.1	55.7	54.8	54.9	54.3	54.7
% CHG SAME QTR LAST YR....		3.84	-4.67	-3.88	0.69	1.21	0.35	0.68	0.65	0.60	0.62	0.61	7.26	-1.14	0.72
STATE AND LOCAL.....		349.2	345.3	338.9	355.6	353.3	349.2	341.8	359.3	359.1	353.5	345.8	344.4	347.3	350.9
% CHG SAME QTR LAST YR....		-0.30	0.85	1.90	1.01	1.16	1.11	0.85	1.03	1.64	1.24	1.16	1.60	0.85	1.04

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.

TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
TABLE 6: TENNESSEE DURABLE GOODS MANUFACTURING EMPLOYMENT
THOUSANDS OF JOBS

	HISTORY		FORECAST - DATA												ANNUAL		
	200101	200102	200103	200104	200201	200202	200203	200204	200301	200302	200303	2000	2001	2002			
TOTAL DURABLE GOODS.....	293.9	290.8	282.3	282.8	280.7	281.1	279.3	283.3	284.7	284.5	283.3	301.8	287.4	281.1			
% CHG SAME QTR LAST YR.....	-2.98	-4.13	-6.42	-5.55	-4.48	-3.32	-1.07	0.16	1.41	1.21	1.44	0.55	-4.77	-2.21			
LUMBER AND WOOD.....	22.9	22.9	23.0	22.7	22.6	23.0	23.5	23.2	22.9	23.3	23.9	24.0	22.9	23.1			
% CHG SAME QTR LAST YR.....	-3.92	-4.97	-4.89	-4.30	-1.39	0.11	2.03	1.96	1.44	1.39	1.45	1.23	-4.52	0.68			
FURNITURE AND FIXTURES.....	25.8	25.2	24.3	24.3	24.1	24.7	24.6	25.0	24.7	24.9	25.0	27.2	24.9	24.6			
% CHG SAME QTR LAST YR.....	-5.61	-8.70	-10.53	-8.98	-6.58	-1.96	1.27	2.74	2.54	0.79	1.65	-0.85	-8.45	-1.22			
STONE,CLAY AND GLASS.....	16.9	16.9	16.8	16.4	16.0	16.3	16.3	16.3	16.3	16.6	16.6	17.0	16.7	16.2			
% CHG SAME QTR LAST YR.....	0.00	0.20	-2.01	-3.49	-5.47	-3.85	-2.67	-0.56	1.85	1.88	2.09	1.85	-1.33	-3.16			
PRIMARY METALS.....	17.0	16.7	16.3	16.4	16.4	16.4	16.3	16.5	16.7	16.7	16.6	17.8	16.6	16.4			
% CHG SAME QTR LAST YR.....	-4.84	-6.34	-8.40	-6.19	-3.64	-1.83	-0.05	0.89	1.76	1.72	1.64	-1.43	-6.44	-1.19			
FABRICATED METALS.....	46.3	45.8	43.5	44.2	42.3	43.9	44.0	44.6	42.9	44.7	44.7	47.4	44.9	43.7			
% CHG SAME QTR LAST YR.....	-2.87	-3.51	-7.97	-6.04	-8.65	-4.05	1.03	1.01	1.47	1.61	1.72	0.57	-5.09	-2.76			
NONELECTRICAL MACHINERY.....	51.0	49.6	48.3	47.9	48.6	48.3	46.9	47.1	48.5	48.2	47.1	51.6	49.2	47.7			
% CHG SAME QTR LAST YR.....	-1.42	-4.06	-5.71	-7.43	-4.66	-2.78	-2.97	-1.57	-0.24	-0.21	0.54	4.21	-4.65	-3.02			
ELECTRICAL MACHINERY.....	38.6	38.2	37.3	36.3	36.4	36.3	36.1	36.0	36.8	36.7	36.6	40.3	37.6	36.2			
% CHG SAME QTR LAST YR.....	-5.01	-6.75	-7.63	-7.76	-5.57	-5.07	-3.17	-1.03	0.92	1.22	1.18	-2.56	-6.78	-3.75			
TRANSPORTATION EQUIPMENT.....	54.3	54.1	51.8	52.5	52.2	51.1	50.3	52.3	53.6	52.0	51.3	55.2	53.2	51.5			
% CHG SAME QTR LAST YR.....	-2.22	-1.93	-5.94	-4.87	-3.89	-5.45	-2.92	-0.45	2.67	1.69	1.96	0.88	-3.74	-3.20			
INSTRUMENTS.....	10.7	10.7	10.8	10.7	10.9	10.9	10.9	10.9	11.1	11.1	11.1	10.8	10.7	10.9			
% CHG SAME QTR LAST YR.....	-1.23	-0.62	0.24	0.69	1.90	1.41	1.47	1.54	1.51	1.53	1.54	-0.08	-0.24	1.58			
MISCELLANEOUS.....	10.5	10.5	10.1	11.4	11.3	10.2	10.3	11.4	11.4	10.5	10.4	10.6	10.6	10.8			
% CHG SAME QTR LAST YR.....	-1.88	-1.56	-4.37	7.97	8.02	-2.41	1.78	0.24	0.46	2.25	0.81	-2.00	0.02	1.87			

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.

TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
TABLE 7: TENNESSEE NONDURABLE GOODS MANUFACTURING EMPLOYMENT
THOUSANDS OF JOBS

	HISTORY	FORECAST - DATA												ANNUAL	
		200101	200102	200103	200104	200201	200202	200203	200204	200301	200302	200303	2000	2001	2002
TOTAL NONDURABLE GOODS.....		202.6	201.0	198.9	198.1	197.6	197.2	194.6	194.9	193.8	193.6	191.0	206.6	200.1	196.1
% CHG SAME QTR LAST YR.....		-1.70	-3.07	-4.01	-3.67	-2.45	-1.89	-2.17	-1.61	-1.92	-1.82	-1.83	-2.06	-3.11	-2.03
FOOD.....		39.9	40.3	40.2	40.4	40.1	40.3	40.4	40.5	40.2	40.5	40.5	39.5	40.2	40.3
% CHG SAME QTR LAST YR.....		2.66	2.46	0.96	1.22	0.55	0.02	0.39	0.29	0.27	0.29	0.28	2.98	1.82	0.31
TOBACCO.....		1.1	1.0	1.0	1.1	1.1	1.0	1.0	1.1	1.1	1.0	1.0	1.1	1.1	1.1
% CHG SAME QTR LAST YR.....		-8.33	-6.06	3.23	3.23	3.23	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-2.33	0.84
TEXTILES.....		15.0	14.6	14.3	13.9	13.4	13.3	12.9	12.5	12.1	11.8	12.7	15.6	14.4	13.0
% CHG SAME QTR LAST YR.....		-4.47	-7.81	-8.60	-10.20	-10.17	-8.78	-9.90	-10.00	-10.20	-11.06	-1.57	-3.35	-7.76	-9.71
APPAREL.....		20.2	19.7	20.2	19.5	18.7	17.5	18.7	17.9	16.9	16.1	16.9	22.0	19.9	18.2
% CHG SAME QTR LAST YR.....		-12.05	-11.68	-6.46	-7.19	-7.46	-10.87	-7.64	-8.00	-9.40	-8.31	-9.71	-15.81	-9.42	-8.48
PAPER.....		21.1	21.2	21.5	20.8	21.4	21.0	21.5	20.7	21.0	20.9	20.8	21.7	21.2	21.2
% CHG SAME QTR LAST YR.....		-1.25	-2.15	-2.46	-3.93	1.44	-0.87	-0.23	-0.41	-1.66	-0.61	-3.04	-1.88	-2.45	-0.02
PRINTING AND PUBLISHING.....		38.2	37.7	37.8	38.1	38.2	38.1	38.2	38.4	38.1	37.9	38.1	38.4	38.0	38.2
% CHG SAME QTR LAST YR.....		0.35	-2.16	-1.75	-1.08	0.03	0.88	0.95	0.91	-0.17	-0.34	-0.30	-0.50	-1.17	0.69
CHEMICALS.....		28.5	28.3	28.1	28.0	27.8	27.7	27.3	27.3	27.2	27.1	26.6	28.5	28.2	27.5
% CHG SAME QTR LAST YR.....		0.00	-0.93	-1.57	-1.93	-2.48	-2.10	-2.78	-2.44	-2.29	-2.22	-2.75	-3.85	-1.11	-2.45
PETROLEUM REFINING.....		1.3	1.3	1.4	1.3	1.2	1.3	1.3	1.3	1.2	1.3	1.3	1.2	1.3	1.3
% CHG SAME QTR LAST YR.....		18.18	0.00	4.73	1.65	-7.37	-0.48	-2.00	-0.42	-2.10	-0.40	0.39	18.25	5.69	-2.57
RUBBER AND PLASTICS.....		34.5	33.8	31.5	32.5	33.1	34.2	30.9	32.9	33.7	34.6	31.0	35.5	33.1	32.8
% CHG SAME QTR LAST YR.....		-2.27	-4.97	-11.60	-8.02	-3.91	1.42	-2.15	1.27	1.88	1.18	0.42	2.41	-6.73	-0.86
LEATHER.....		2.9	3.0	2.8	2.6	2.5	2.6	2.4	2.2	2.2	2.3	2.2	3.0	2.8	2.4
% CHG SAME QTR LAST YR.....		-7.45	-3.23	-8.16	-11.73	-12.10	-13.98	-12.13	-13.35	-12.26	-11.82	-11.49	-3.18	-7.57	-12.89

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.

TABLE 8: TENNESSEE NONAGRICULTURAL EMPLOYMENT BY SECTOR
THOUSANDS OF SEASONALLY ADJUSTED JOBS

	FORECAST - DATA												ANNUAL		
	HISTORY												2000	2001	2002
	200101	200102	200103	200104	200201	200202	200203	200204	200301	200302	200303	200303	2000	2001	2002
TOTAL NONAGRICULTURAL.....	2750.6	2757.7	2762.2	2762.0	2780.2	2780.8	2793.8	2804.2	2825.2	2829.6	2841.4	2739.7	2758.1	2789.7	
% CHG PREV QTR SAAR.....	0.00	1.03	0.66	-0.04	2.66	0.09	1.88	1.50	3.03	0.62	1.69	2.06	0.67	1.15	
% CHG SAME QTR LAST YR....	0.93	0.89	0.47	0.41	1.07	0.84	1.14	1.53	1.62	1.75	1.71	2.06	0.67	1.15	
MINING.....	4.2	4.1	4.1	4.1	4.1	4.1	4.1	4.1	4.1	4.2	4.2	4.2	4.2	4.1	4.1
% CHG PREV QTR SAAR.....	6.66	-9.26	0.75	0.90	1.04	1.14	1.18	1.19	1.17	1.14	1.11	-2.73	-1.46	0.34	
% CHG SAME QTR LAST YR....	-2.34	-1.61	-1.43	-0.41	-1.75	0.95	1.06	1.14	1.17	1.17	1.15	-2.73	-1.46	0.34	
CONSTRUCTION.....	131.8	130.1	129.5	130.0	135.1	133.4	132.5	133.3	138.3	137.5	138.1	126.9	130.3	133.6	
% CHG PREV QTR SAAR.....	16.61	-4.96	-1.86	1.59	16.67	-4.89	-2.71	2.43	15.66	-2.11	1.56	2.60	2.68	2.49	
% CHG SAME QTR LAST YR....	2.70	2.93	2.55	2.53	2.54	2.56	2.34	2.55	2.32	3.06	4.18	2.60	2.68	2.49	
MANUFACTURING.....	496.8	491.1	482.7	480.6	478.6	477.7	475.3	477.9	478.8	477.5	475.8	508.9	487.8	477.4	
% CHG PREV QTR SAAR.....	-6.19	-4.49	-6.65	-1.72	-1.65	-0.79	-1.96	2.18	0.74	-1.04	-1.45	-0.34	-4.15	-2.14	
% CHG SAME QTR LAST YR....	-2.65	-3.74	-5.45	-4.78	-3.65	-2.73	-1.53	-0.57	0.03	-0.03	0.09	-0.34	-4.15	-2.14	
DURABLE GOODS.....	293.5	290.0	283.6	282.9	280.4	280.4	280.5	283.4	284.3	283.8	284.6	302.1	287.5	281.2	
% CHG PREV QTR SAAR.....	-7.82	-4.69	-8.54	-0.94	-3.58	0.01	0.26	4.07	1.38	-0.77	1.15	0.71	-4.82	-2.21	
% CHG SAME QTR LAST YR....	-3.07	-4.24	-6.42	-5.54	-4.48	-3.32	-1.08	0.15	1.42	1.22	1.44	0.71	-4.82	-2.21	
NONDURABLE GOODS.....	203.3	201.1	199.1	197.7	198.3	197.3	194.8	194.5	194.4	193.7	191.2	206.9	200.3	196.2	
% CHG PREV QTR SAAR.....	-3.78	-4.20	-3.87	-2.82	1.15	-1.92	-5.04	-0.51	-0.19	-1.43	-5.16	-1.83	-3.19	-2.03	
% CHG SAME QTR LAST YR....	-2.04	-3.02	-4.02	-3.67	-2.45	-1.88	-2.18	-1.60	-1.93	-1.81	-1.84	-1.83	-3.19	-2.03	
TRADE.....	653.5	656.3	658.8	665.0	667.2	670.3	672.6	679.2	686.1	688.9	689.3	644.8	658.4	672.3	
% CHG PREV QTR SAAR.....	1.61	1.68	1.56	3.81	1.33	1.85	1.42	3.94	4.16	1.64	0.23	2.27	2.12	2.11	
% CHG SAME QTR LAST YR....	2.25	2.13	1.93	2.16	2.09	2.13	2.10	2.13	2.84	2.78	2.48	2.27	2.12	2.11	
SERVICES.....	752.9	761.3	767.6	765.1	774.1	771.7	781.7	783.1	784.6	786.1	796.3	746.1	761.7	777.7	
% CHG PREV QTR SAAR.....	-1.20	4.52	3.36	-1.30	4.81	-1.23	5.25	0.73	0.76	0.79	5.28	3.40	2.10	2.09	
% CHG SAME QTR LAST YR....	2.17	2.82	2.10	1.31	2.82	1.38	1.83	2.35	1.35	1.86	1.87	3.40	2.10	2.09	
FIN, INS, REAL EST.....	130.5	130.8	131.9	132.0	131.4	131.5	132.7	133.0	133.2	133.2	133.0	131.2	131.3	132.2	
% CHG PREV QTR SAAR.....	-2.42	0.92	3.58	0.14	-1.63	0.32	3.74	0.66	0.60	0.13	-0.62	0.04	0.04	0.68	
% CHG SAME QTR LAST YR....	-0.71	-0.15	0.50	0.53	0.74	0.59	0.62	0.75	1.32	1.27	0.19	0.04	0.04	0.68	
TRANS, COMM, PUB UTIL.....	181.3	182.7	183.1	182.7	185.2	186.6	186.9	187.2	189.7	192.0	192.6	178.1	182.4	186.5	
% CHG PREV QTR SAAR.....	5.32	3.12	0.87	-0.92	5.63	3.04	0.74	0.55	5.48	4.91	1.22	3.19	2.47	2.21	
% CHG SAME QTR LAST YR....	2.93	2.43	2.44	2.07	2.15	2.13	2.10	2.47	2.43	2.89	3.02	3.19	2.47	2.21	
GOVERNMENT.....	399.7	401.4	404.5	402.5	404.4	405.4	407.8	406.4	410.4	410.1	412.3	399.5	402.0	406.0	
% CHG PREV QTR SAAR.....	1.11	1.68	3.11	-1.95	1.89	1.05	2.39	-1.37	4.00	-0.30	2.10	2.44	0.63	0.99	
% CHG SAME QTR LAST YR....	0.20	0.27	1.08	0.97	1.16	1.01	0.83	0.98	1.50	1.16	1.09	2.44	0.63	0.99	
FEDERAL, CIVILIAN.....	53.9	54.4	54.3	54.4	54.6	54.6	54.7	54.8	54.9	55.0	55.0	55.0	54.3	54.7	
% CHG PREV QTR SAAR.....	-1.23	4.02	-0.68	0.75	0.80	0.53	0.65	0.62	0.61	0.61	0.61	7.32	-1.25	0.72	
% CHG SAME QTR LAST YR....	3.52	-4.84	-3.88	0.69	1.21	0.35	0.68	0.65	0.60	0.62	0.61	7.32	-1.25	0.72	
STATE AND LOCAL.....	345.8	347.0	350.1	348.1	349.8	350.8	353.1	351.6	355.6	355.2	357.2	344.5	347.8	351.4	
% CHG PREV QTR SAAR.....	1.48	1.32	3.72	-2.37	2.06	1.13	2.66	-1.67	4.54	-0.44	2.33	1.71	0.93	1.04	
% CHG SAME QTR LAST YR....	-0.30	1.13	1.90	1.01	1.16	1.11	0.85	1.03	1.64	1.24	1.16	1.71	0.93	1.04	
STATISTICAL DISCREPANCY.....	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

TABLE 9: TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
 TENNESSEE DURABLE GOODS MANUFACTURING EMPLOYMENT
 THOUSANDS OF SEASONALLY ADJUSTED JOBS

	FORECAST - DATA												ANNUAL		
	HISTORY	200101	200102	200103	200104	200201	200202	200203	200204	200301	200302	200303	2000	2001	2002
TOTAL DURABLE GOODS.....		293.5	290.0	283.6	282.9	280.4	280.4	280.5	283.4	284.3	283.8	284.6	302.1	287.5	281.2
% CHG PREV QTR SAAR.....		-7.82	-4.69	-8.54	-0.94	-3.58	0.01	0.26	4.07	1.38	-0.77	1.15	0.71	-4.82	-2.21
% CHG SAME QTR LAST YR.....		-3.07	-4.24	-6.42	-5.54	-4.48	-3.32	-1.08	0.15	1.42	1.22	1.44	0.71	-4.82	-2.21
LUMBER AND WOOD.....		23.1	22.9	22.9	22.7	22.8	22.9	23.4	23.2	23.1	23.2	23.7	24.0	22.9	23.1
% CHG PREV QTR SAAR.....		-10.76	-3.98	0.94	-3.04	0.59	2.01	8.91	-3.29	-1.47	1.82	9.17	1.19	-4.55	0.67
% CHG SAME QTR LAST YR.....		-3.75	-5.25	-4.89	-4.30	-1.39	0.11	2.03	1.96	1.44	1.39	1.45	1.19	-4.55	0.67
FURNITURE AND FIXTURES.....		25.9	25.1	24.5	24.3	24.2	24.6	24.8	25.0	24.8	24.8	25.2	27.2	24.9	24.6
% CHG PREV QTR SAAR.....		-11.90	-12.26	-9.40	-1.98	-2.24	6.40	3.15	3.82	-2.99	-0.65	6.69	-0.67	-8.40	-1.22
% CHG SAME QTR LAST YR.....		-5.70	-8.40	-10.53	-8.98	-6.58	-1.96	1.27	2.74	2.54	0.79	1.65	-0.67	-8.40	-1.22
STONE, CLAY AND GLASS.....		17.0	16.8	16.7	16.4	16.1	16.2	16.2	16.3	16.4	16.5	16.6	17.0	16.7	16.2
% CHG PREV QTR SAAR.....		0.79	-4.61	-3.35	-6.61	-7.25	2.10	1.49	1.74	2.07	2.22	2.33	2.05	-1.47	-3.16
% CHG SAME QTR LAST YR.....		-0.39	0.00	-2.01	-3.49	-5.47	-3.85	-2.67	-0.56	1.85	1.88	2.09	2.05	-1.47	-3.16
PRIMARY METALS.....		16.9	16.7	16.4	16.3	16.3	16.4	16.4	16.5	16.6	16.6	16.7	17.8	16.6	16.4
% CHG PREV QTR SAAR.....		-10.30	-6.15	-5.63	-2.51	-0.15	1.10	1.40	1.20	3.33	0.94	1.09	-1.25	-6.64	-1.18
% CHG SAME QTR LAST YR.....		-5.22	-6.72	-8.40	-6.19	-3.64	-1.83	-0.05	0.89	1.76	1.72	1.64	-1.25	-6.64	-1.18
FABRICATED METALS.....		46.3	45.9	43.7	43.9	42.3	44.1	44.1	44.4	42.9	44.8	44.9	47.4	44.9	43.7
% CHG PREV QTR SAAR.....		-3.66	-3.13	-18.42	2.37	-13.93	17.91	0.27	2.30	-12.35	18.57	0.69	0.74	-5.09	-2.77
% CHG SAME QTR LAST YR.....		-2.66	-3.70	-7.97	-6.04	-8.65	-4.05	1.03	1.01	1.47	1.61	1.72	0.74	-5.09	-2.77
NONELECTRICAL MACHINERY.....		50.3	49.1	49.0	48.2	48.0	47.8	47.5	47.4	47.8	47.7	47.8	51.5	49.1	47.7
% CHG PREV QTR SAAR.....		-12.90	-8.96	-1.35	-6.12	-2.01	-1.57	-2.10	-0.59	3.39	-1.44	0.89	4.11	-4.66	-3.01
% CHG SAME QTR LAST YR.....		-1.18	-4.22	-5.71	-7.43	-4.66	-2.78	-2.97	-1.57	-0.24	-0.21	0.54	4.11	-4.66	-3.01
ELECTRICAL MACHINERY.....		38.7	38.1	37.2	36.4	36.5	36.2	36.0	36.0	36.9	36.6	36.4	40.5	37.6	36.2
% CHG PREV QTR SAAR.....		-7.23	-6.06	-9.18	-8.56	1.92	-4.03	-1.71	-0.20	10.19	-2.88	-1.88	-2.21	-7.16	-3.75
% CHG SAME QTR LAST YR.....		-5.69	-7.60	-7.63	-7.76	-5.57	-5.07	-3.17	-1.03	0.92	1.22	1.18	-2.21	-7.16	-3.75
TRANSPORTATION EQUIPMENT.....		54.1	54.2	52.4	52.4	52.0	51.3	50.8	52.2	53.4	52.2	51.8	55.3	53.3	51.6
% CHG PREV QTR SAAR.....		-6.94	1.06	-13.17	0.32	-3.04	-5.37	-3.48	10.90	9.68	-8.93	-2.44	1.17	-3.66	-3.20
% CHG SAME QTR LAST YR.....		-2.28	-1.53	-5.94	-4.87	-3.89	-5.45	-2.92	-0.45	2.67	1.69	1.96	1.17	-3.66	-3.20
INSTRUMENTS.....		10.7	10.8	10.8	10.8	10.9	10.9	10.9	11.0	11.0	11.1	11.1	10.8	10.8	10.9
% CHG PREV QTR SAAR.....		-3.12	3.46	1.27	1.26	1.64	1.47	1.51	1.53	1.53	1.54	1.55	0.20	-0.14	1.58
% CHG SAME QTR LAST YR.....		-1.28	-0.20	0.24	0.69	1.90	1.41	1.47	1.54	1.51	1.53	1.54	0.20	-0.14	1.58
MISCELLANEOUS.....		10.5	10.4	10.1	11.4	11.3	10.1	10.3	11.4	11.4	10.4	10.4	10.6	10.6	10.8
% CHG PREV QTR SAAR.....		-3.73	-2.52	-9.75	60.44	-3.56	-35.04	6.76	50.98	-2.74	-30.26	0.85	-2.08	0.03	1.88
% CHG SAME QTR LAST YR.....		-2.18	-1.27	-4.37	7.97	8.02	-2.41	1.78	0.24	0.46	2.25	0.81	-2.08	0.03	1.88
STATISTICAL DISCREPANCY.....		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.

TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
 TABLE 10: TENNESSEE NONDURABLE GOODS MANUFACTURING EMPLOYMENT
 THOUSANDS OF SEASONALLY ADJUSTED JOBS

	HISTORY	FORECAST - DATA												ANNUAL		
		200101	200102	200103	200104	200201	200202	200203	200204	200301	200302	200303	2000	2001	2002	
TOTAL NONDURABLE GOODS.....		203.3	201.1	199.1	197.7	198.3	197.3	194.8	194.5	194.4	193.7	191.2	206.9	200.3	196.2	
% CHG PREV QTR SAAR.....		-3.78	-4.20	-3.87	-2.82	1.15	-1.92	-5.04	-0.51	-0.19	-1.43	-5.16	-1.83	-3.19	-2.03	
% CHG SAME QTR LAST YR.....		-2.04	-3.02	-4.02	-3.67	-2.45	-1.88	-2.18	-1.60	-1.93	-1.81	-1.84	-1.83	-3.19	-2.03	
FOOD.....		40.1	40.4	40.3	40.3	40.4	40.4	40.4	40.4	40.5	40.5	40.5	39.6	40.3	40.4	
% CHG PREV QTR SAAR.....		3.05	2.35	-1.15	0.69	0.34	0.20	0.32	0.28	0.28	0.28	0.28	3.31	1.75	0.31	
% CHG SAME QTR LAST YR.....		2.38	2.45	0.96	1.22	0.55	0.02	0.39	0.29	0.27	0.29	0.28	3.31	1.75	0.31	
TOBACCO.....		1.0	1.1	1.1	1.1	1.1	1.1	1.1	1.1	1.1	1.1	1.1	1.1	1.1	1.1	
% CHG PREV QTR SAAR.....		0.00	13.54	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-2.29	-0.78	0.79	
% CHG SAME QTR LAST YR.....		-3.13	-5.88	3.23	3.23	3.23	0.00	0.00	0.00	0.00	0.00	0.00	-2.29	-0.78	0.79	
TEXTILES.....		15.1	14.5	14.3	13.9	13.5	13.2	12.8	12.5	12.2	11.7	12.6	15.6	14.4	13.0	
% CHG PREV QTR SAAR.....		-9.95	-15.00	-5.62	-9.98	-9.84	-9.60	-10.19	-10.37	-10.66	-13.00	34.75	-3.45	-7.66	-9.71	
% CHG SAME QTR LAST YR.....		-4.24	-7.66	-8.60	-10.20	-10.17	-8.78	-9.90	-10.00	-10.20	-11.06	-1.57	-3.45	-7.66	-9.71	
APPAREL.....		20.4	19.5	20.6	19.3	18.9	17.4	19.0	17.8	17.1	16.0	17.2	22.0	20.0	18.3	
% CHG PREV QTR SAAR.....		-7.47	-15.94	23.20	-22.55	-8.56	-27.68	42.04	-23.73	-14.01	-24.14	33.59	-15.33	-9.50	-8.47	
% CHG SAME QTR LAST YR.....		-12.07	-12.01	-6.46	-7.19	-7.46	-10.87	-7.64	-8.00	-9.40	-8.31	-9.71	-15.33	-9.50	-8.47	
PAPER.....		21.4	21.4	21.3	20.8	21.7	21.2	21.2	20.7	21.3	21.1	20.6	21.7	21.2	21.2	
% CHG PREV QTR SAAR.....		-5.42	0.00	-1.91	-8.19	17.57	-8.78	0.62	-8.84	11.78	-4.83	-8.85	-1.66	-2.48	-0.01	
% CHG SAME QTR LAST YR.....		-1.84	-1.69	-2.46	-3.93	1.44	-0.87	-0.23	-0.41	-1.66	-0.61	-3.04	-1.66	-2.48	-0.01	
PRINTING AND PUBLISHING.....		38.1	37.8	37.9	38.0	38.1	38.2	38.2	38.3	38.0	38.0	38.1	38.5	37.9	38.2	
% CHG PREV QTR SAAR.....		-3.43	-2.43	0.60	1.02	0.97	0.91	0.88	0.87	-3.28	0.23	1.04	-0.13	-1.49	0.69	
% CHG SAME QTR LAST YR.....		-0.70	-2.41	-1.75	-1.08	0.03	0.88	0.95	0.91	-0.17	-0.34	-0.30	-0.13	-1.49	0.69	
CHEMICALS.....		28.5	28.3	28.1	27.9	27.8	27.7	27.3	27.3	27.2	27.1	26.6	28.6	28.2	27.5	
% CHG PREV QTR SAAR.....		0.70	-2.68	-3.33	-2.36	-1.52	-1.17	-5.97	-1.00	-0.94	-0.89	-7.97	-3.77	-1.13	-2.45	
% CHG SAME QTR LAST YR.....		-0.30	-0.74	-1.57	-1.93	-2.48	-2.10	-2.78	-2.44	-2.29	-2.22	-2.75	-3.77	-1.13	-2.45	
PETROLEUM REFINING.....		1.4	1.3	1.3	1.3	1.3	1.3	1.3	1.3	1.3	1.3	1.3	1.3	1.3	1.3	
% CHG PREV QTR SAAR.....		34.51	-25.65	8.45	-1.56	-7.26	-0.93	1.98	4.92	-13.34	6.11	5.28	18.90	6.25	-2.65	
% CHG SAME QTR LAST YR.....		16.67	2.63	4.73	1.65	-7.37	-0.48	-2.00	-0.42	-2.10	-0.40	0.39	18.90	6.25	-2.65	
RUBBER AND PLASTICS.....		34.3	33.8	31.6	32.5	33.0	34.3	30.9	32.9	33.6	34.7	31.1	35.5	33.1	32.8	
% CHG PREV QTR SAAR.....		-11.01	-5.78	-23.80	12.01	5.99	16.95	-33.96	28.51	8.55	13.74	-35.91	2.49	-6.76	-0.85	
% CHG SAME QTR LAST YR.....		-2.60	-4.75	-11.60	-8.02	-3.91	1.42	-2.15	1.27	1.88	1.18	0.42	2.49	-6.76	-0.85	
LEATHER.....		2.9	3.0	2.8	2.6	2.6	2.6	2.4	2.2	2.3	2.3	2.2	3.0	2.8	2.5	
% CHG PREV QTR SAAR.....		4.68	9.41	-25.63	-28.72	2.95	0.32	-19.01	-32.60	8.19	2.35	-17.79	-2.66	-7.55	-12.89	
% CHG SAME QTR LAST YR.....		-6.38	-4.26	-8.16	-11.73	-12.10	-13.98	-12.13	-13.35	-12.26	-11.82	-11.49	-2.66	-7.55	-12.89	
STATISTICAL DISCREPANCY.....		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.

TABLE 11: TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
TENNESSEE AVERAGE ANNUAL WAGE AND SALARY RATE BY SECTOR
1996 DOLLARS

	HISTORY	FORECAST - DATA												ANNUAL		
		200101	200102	200103	200104	200201	200202	200203	200204	200301	200302	200303	2000	2001	2002	2002
TOTAL NONAGRICULTURAL.....	29466	29254	29481	29396	30142	29908	30017	29772	30499	30227	30354	28826	29399	29960	29960	29960
% CHG SAME QTR LAST YR....	1.92	1.67	1.74	2.63	2.29	2.24	1.82	1.82	1.28	1.18	1.07	1.12	1.05	1.99	1.91	1.91
MINING.....	40501	42118	42191	43249	44229	43329	43078	43841	44714	43768	43564	40372	42015	43619	43619	43619
% CHG SAME QTR LAST YR....	5.82	-5.08	3.63	13.42	9.20	2.88	2.10	1.37	1.10	1.01	1.13	-4.45	4.07	3.82	3.82	3.82
CONSTRUCTION.....	33992	32035	31389	32210	34579	32576	31923	32695	35105	33043	32379	32459	32406	32943	32943	32943
% CHG SAME QTR LAST YR....	-0.69	-1.61	-0.29	2.03	1.73	1.69	1.70	1.51	1.52	1.43	1.43	0.34	-0.16	1.66	1.66	1.66
MANUFACTURING.....	34129	34504	35033	35229	35544	35706	36111	36175	36425	36551	36940	33493	34724	35884	35884	35884
% CHG SAME QTR LAST YR....	3.58	2.84	3.78	4.49	4.15	3.48	3.08	2.69	2.48	2.37	2.30	0.78	3.67	3.34	3.34	3.34
DURABLE GOODS.....	34331	34703	35294	35467	35704	35895	36337	36331	36464	36562	36963	33916	34949	36067	36067	36067
% CHG SAME QTR LAST YR....	3.40	1.98	3.28	3.53	4.00	3.44	2.96	2.44	2.13	1.86	1.72	0.22	3.05	3.20	3.20	3.20
NONDURABLE GOODS.....	33835	34216	34664	34888	35317	35436	35787	35949	36368	36536	36906	32876	34401	35622	35622	35622
% CHG SAME QTR LAST YR....	3.87	4.15	4.55	5.97	4.38	3.57	3.24	3.04	2.98	3.10	3.13	1.58	4.64	3.55	3.55	3.55
TRADE.....	22512	22386	22426	22196	23161	22886	22862	2326	23274	22969	22895	22131	22380	22809	22809	22809
% CHG SAME QTR LAST YR....	-0.56	1.60	0.83	2.71	2.88	2.23	1.94	0.59	0.49	0.36	0.15	-0.74	1.13	1.92	1.92	1.92
SERVICES.....	27689	28040	28247	28587	29283	28848	28902	29088	29741	29258	29303	27315	28141	29025	29025	29025
% CHG SAME QTR LAST YR....	-1.20	2.57	5.06	5.83	5.76	2.88	2.32	1.68	1.56	1.42	1.39	0.88	3.02	3.14	3.14	3.14
FIN, INS, REAL EST.....	44338	43259	43547	44175	44634	44575	43649	44097	44511	44400	44440	42444	43830	44239	44239	44239
% CHG SAME QTR LAST YR....	11.48	2.73	-1.93	1.57	0.67	3.04	0.23	-0.18	-0.27	-0.39	1.81	9.63	3.27	0.93	0.93	0.93
TRANS, COMM, PUB UTIL.....	39211	35146	35022	35008	35601	35267	35278	35311	35940	35571	35469	36702	36097	35364	35364	35364
% CHG SAME QTR LAST YR....	8.55	-2.72	-4.88	-7.23	-9.21	0.34	0.73	0.87	0.95	0.86	0.54	2.16	-1.65	-2.03	-2.03	-2.03
GOVERNMENT.....	27423	28030	28843	27665	27993	28405	29236	27959	28265	28661	29493	27294	27990	28398	28398	28398
% CHG SAME QTR LAST YR....	2.26	3.29	2.28	2.38	2.08	1.34	1.36	1.06	0.97	0.90	0.88	0.72	2.55	1.46	1.46	1.46
FEDERAL, CIVILIAN.....	42633	43456	44273	44573	44048	43670	44471	44516	43933	43530	44310	40735	43733	44176	44176	44176
% CHG SAME QTR LAST YR....	2.72	10.54	8.59	7.79	3.32	0.49	0.45	-0.13	-0.26	-0.32	-0.36	-2.51	7.36	1.01	1.01	1.01
STATE AND LOCAL.....	25067	25568	26382	25099	25505	25987	26810	25456	25861	26320	27146	25157	25529	25939	25939	25939
% CHG SAME QTR LAST YR....	1.77	1.94	1.17	1.04	1.75	1.64	1.62	1.42	1.40	1.28	1.25	1.12	1.48	1.61	1.61	1.61

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.

TABLE 12: TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
 TENNESSEE AVERAGE ANNUAL WAGE AND SALARY RATE BY SECTOR
 SEASONALLY ADJUSTED 1996 DOLLARS

	HISTORY	FORECAST - DATA												ANNUAL		
		200101	200102	200103	200104	200201	200202	200203	200204	200301	200302	200303	2000	2001	2002	
TOTAL NONAGRICULTURAL.....	29149	29283	29469	29663	29813	29937	30006	30044	30164	30256	30346	28802	29391	29950		
	% CHG PREV QTR SAAR.....	3.50	1.85	2.57	2.66	2.04	1.67	0.93	0.50	1.61	1.23	1.20	0.93	2.04	1.90	
	% CHG SAME QTR LAST YR....	2.20	1.60	1.74	2.64	2.28	2.23	1.82	1.28	1.18	1.17	1.13	0.93	2.04	1.90	
MINING.....	39853	42463	42872	43249	43522	43684	43773	43841	43999	44127	44267	40402	42109	43705		
	% CHG PREV QTR SAAR.....	19.33	28.88	3.91	3.56	2.55	1.50	0.81	0.62	1.45	1.17	1.27	-4.55	4.23	3.79	
	% CHG SAME QTR LAST YR....	6.63	-5.06	3.63	13.42	9.20	2.88	2.10	1.37	1.10	1.01	1.13	-4.55	4.23	3.79	
CONSTRUCTION.....	32160	32314	32425	32574	32715	32860	32976	33064	33213	33331	33448	32478	32368	32904		
	% CHG PREV QTR SAAR.....	2.98	1.93	1.39	1.85	1.75	1.77	1.43	1.08	1.81	1.42	1.41	0.66	-0.34	1.65	
	% CHG SAME QTR LAST YR....	-1.25	-1.79	-0.29	2.03	1.73	1.69	1.70	1.51	1.52	1.43	1.43	0.66	-0.34	1.65	
MANUFACTURING.....	34110	34548	34923	35248	35525	35751	36000	36194	36409	36595	36827	33457	34707	35867		
	% CHG PREV QTR SAAR.....	4.56	5.23	4.41	3.76	3.19	2.56	2.82	2.18	2.39	2.07	2.56	0.60	3.74	3.34	
	% CHG SAME QTR LAST YR....	3.78	2.88	3.78	4.49	4.15	3.48	3.08	2.69	2.49	2.36	2.30	0.60	3.74	3.34	
DURABLE GOODS.....	34378	34795	35131	35455	35753	35992	36171	36319	36513	36659	36795	33890	34940	36059		
	% CHG PREV QTR SAAR.....	1.54	4.94	3.93	3.74	3.40	2.70	2.01	1.65	2.15	1.61	1.50	0.06	3.10	3.20	
	% CHG SAME QTR LAST YR....	3.49	2.09	3.28	3.53	4.00	3.44	2.96	2.44	2.13	1.85	1.72	0.06	3.10	3.20	
NONDURABLE GOODS.....	33724	34193	34627	34951	35203	35408	35752	36012	36256	36502	36875	32825	34374	35594		
	% CHG PREV QTR SAAR.....	9.33	5.68	5.18	3.79	2.92	2.35	3.95	2.93	2.74	2.75	4.14	1.34	4.72	3.55	
	% CHG SAME QTR LAST YR....	4.23	4.10	4.56	5.97	4.38	3.55	3.25	3.04	2.99	3.09	3.14	1.34	4.72	3.55	
TRADE.....	22090	22309	22467	22626	22727	22807	22903	22759	22838	22889	22937	22130	22373	22799		
	% CHG PREV QTR SAAR.....	1.11	4.02	2.86	2.86	1.80	1.41	1.71	-2.50	1.41	0.90	0.83	-0.78	1.10	1.90	
	% CHG SAME QTR LAST YR....	-0.55	1.43	0.83	2.71	2.88	2.23	1.94	0.59	0.49	0.36	0.15	-0.78	1.10	1.90	
SERVICES.....	27283	28180	28434	28685	28854	28992	29093	29168	29305	29404	29497	27259	28145	29027		
	% CHG PREV QTR SAAR.....	2.63	13.81	3.65	3.59	2.37	1.92	1.41	1.04	1.89	1.35	1.27	0.63	3.25	3.13	
	% CHG SAME QTR LAST YR....	-0.33	2.51	5.06	5.83	5.76	2.88	2.32	1.68	1.56	1.42	1.39	0.63	3.25	3.13	
FIN, INS, REAL EST.....	44111	43314	43724	44130	44406	44632	43826	44053	44284	44457	44621	42418	43820	44229		
	% CHG PREV QTR SAAR.....	6.26	-7.03	3.84	3.77	2.52	2.05	-7.03	2.08	2.12	1.57	1.49	9.56	3.31	0.93	
	% CHG SAME QTR LAST YR....	11.73	2.73	-1.93	1.57	0.67	3.04	0.23	-0.18	-0.27	-0.39	1.81	9.56	3.31	0.93	
TRANS, COMM, PUB UTIL.....	38807	35178	35165	35178	35235	35299	35423	35482	35570	35604	35614	36647	36082	35360		
	% CHG PREV QTR SAAR.....	9.70	-32.48	-0.14	0.14	0.65	0.73	1.41	0.67	1.00	0.38	0.12	2.10	-1.54	-2.00	
	% CHG SAME QTR LAST YR....	8.91	-2.47	-4.88	-7.23	-9.21	0.34	0.73	0.87	0.95	0.86	0.54	2.10	-1.54	-2.00	
GOVERNMENT.....	27670	27965	28021	28153	28245	28339	28402	28453	28519	28594	28651	27271	27952	28360		
	% CHG PREV QTR SAAR.....	2.51	4.34	0.80	1.91	1.31	1.33	0.90	0.72	0.93	1.05	0.80	0.62	2.50	1.46	
	% CHG SAME QTR LAST YR....	2.29	3.06	2.26	2.38	2.08	1.34	1.36	1.06	0.97	0.90	0.88	0.62	2.50	1.46	
FEDERAL, CIVILIAN.....	42791	44015	44038	44188	44211	44231	44235	44131	44096	44090	44075	40707	43758	44202		
	% CHG PREV QTR SAAR.....	18.71	11.94	0.21	1.37	0.21	0.18	0.03	-0.93	-0.32	-0.06	-0.14	-2.59	7.49	1.02	
	% CHG SAME QTR LAST YR....	3.04	10.73	8.59	7.79	3.32	0.49	0.45	-0.13	-0.26	-0.32	-0.36	-2.59	7.49	1.02	
STATE AND LOCAL.....	25313	25447	25535	25645	25755	25864	25949	26010	26115	26196	26275	25132	25485	25895		
	% CHG PREV QTR SAAR.....	-1.07	2.14	1.39	1.74	1.73	1.70	1.32	0.94	1.63	1.24	1.21	1.00	1.41	1.61	
	% CHG SAME QTR LAST YR....	1.76	1.66	1.17	1.04	1.75	1.64	1.62	1.42	1.40	1.28	1.25	1.00	1.41	1.61	

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.

TABLE 13: TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
TENNESSEE AVERAGE ANNUAL WAGE AND SALARY RATE BY SECTOR
CURRENT DOLLARS

	HISTORY	FORECAST - DATA												ANNUAL		
		200101	200102	200103	200104	200201	200202	200203	200204	200301	200302	200303	2000	2001	2002	
TOTAL NONAGRICULTURAL.....	32118	32033	32489	32571	33579	33497	33829	33792	34799	34700	35059	30944	32303	33674		
% CHG SAME QTR LAST YR....	4.22	3.95	4.19	5.19	4.55	4.57	4.13	3.75	3.63	3.59	3.64	3.45	4.39	4.25		
MINING.....	44146	46119	46495	47919	49271	48529	48549	49760	51019	50246	50316	43337	46170	49027		
% CHG SAME QTR LAST YR....	8.20	-2.95	6.13	16.25	11.61	5.22	4.42	3.84	3.55	3.54	3.64	-2.17	6.54	6.19		
CONSTRUCTION.....	37051	35078	34591	35689	38521	36485	35977	37109	40055	37933	37398	34839	35602	37023		
% CHG SAME QTR LAST YR....	1.54	0.60	2.12	4.58	3.97	4.01	4.01	3.98	3.98	3.97	3.95	2.73	2.19	3.99		
MANUFACTURING.....	37200	37782	38607	39034	39596	39991	40697	41059	41561	41961	42666	35956	38156	40336		
% CHG SAME QTR LAST YR....	5.91	5.14	6.29	7.10	6.44	5.85	5.41	5.19	4.96	4.93	4.84	3.18	6.12	5.71		
DURABLE GOODS.....	37421	38000	38894	39298	39774	40203	40951	41236	41605	41973	42692	36411	38403	40541		
% CHG SAME QTR LAST YR....	5.73	4.26	5.78	6.11	6.29	5.80	5.29	4.93	4.60	4.40	4.25	2.60	5.47	5.57		
NONDURABLE GOODS.....	36881	37466	38199	38656	39343	39689	40331	40802	41496	41943	42627	35294	37801	40041		
% CHG SAME QTR LAST YR....	6.20	6.48	7.08	8.62	6.68	5.93	5.58	5.55	5.47	5.68	5.69	4.00	7.10	5.93		
TRADE.....	24538	24513	24714	24593	25801	25632	25765	25341	26556	26368	26444	23756	24589	25635		
% CHG SAME QTR LAST YR....	1.68	3.88	3.27	5.27	5.15	4.57	4.26	3.04	2.93	2.87	2.63	1.63	3.51	4.25		
SERVICES.....	30181	30703	31128	31674	32622	32309	32573	32993	33935	33588	33845	29321	30922	32624		
% CHG SAME QTR LAST YR....	1.02	4.87	7.60	8.47	8.09	5.23	4.64	4.16	4.03	3.96	3.91	3.28	5.46	5.51		
FIN, INS, REAL EST.....	48328	47369	47989	48946	49722	49924	49193	50050	50787	50971	51328	45572	48158	49722		
% CHG SAME QTR LAST YR....	13.99	5.03	0.44	4.11	2.88	5.39	2.51	2.26	2.14	2.10	4.34	12.24	5.68	3.25		
TRANS, COMM, PUB UTIL.....	42740	38485	38594	38789	39660	39499	39758	40078	41008	40836	40966	39403	39652	39749		
% CHG SAME QTR LAST YR....	10.99	-0.54	-2.58	-4.91	-7.21	2.63	3.02	3.32	3.40	3.39	3.04	4.61	0.63	0.24		
GOVERNMENT.....	29891	30693	31785	30653	31184	31814	32949	31734	32250	32903	34064	29301	30755	31920		
% CHG SAME QTR LAST YR....	4.56	5.61	4.75	4.94	4.33	3.65	3.66	3.53	3.42	3.42	3.39	3.13	4.96	3.79		
FEDERAL, CIVILIAN.....	46470	47584	48788	49387	49069	48910	50119	50525	50128	49972	51178	43729	48057	49656		
% CHG SAME QTR LAST YR....	5.04	13.02	11.21	10.48	5.59	2.79	2.73	2.31	2.16	2.17	2.11	-0.18	9.90	3.33		
STATE AND LOCAL.....	27323	27997	29073	27810	28412	29105	30215	28893	29507	30215	31354	27007	28050	29156		
% CHG SAME QTR LAST YR....	4.06	4.23	3.62	3.56	3.99	3.96	3.93	3.89	3.85	3.81	3.77	3.53	3.86	3.94		

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.

TABLE 14: TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
TENNESSEE AVERAGE ANNUAL WAGE AND SALARY RATE BY SECTOR
SEASONALLY ADJUSTED CURRENT DOLLARS

	HISTORY	FORECAST - DATA												ANNUAL		
		200101	200102	200103	200104	200201	200202	200203	200204	200301	200302	200303	2000	2001	2002	
TOTAL NONAGRICULTURAL.....	31772	32065	32475	32866	33212	33529	33817	34100	34417	34734	35050	30920	32295	33664		
	% CHG PREV QTR SAAR.....	6.99	3.73	5.21	4.91	4.27	3.88	3.48	3.38	3.77	3.73	3.69	3.33	4.45	4.24	
	% CHG SAME QTR LAST YR....	4.50	3.88	4.20	5.20	4.53	4.57	4.13	3.75	3.63	3.59	3.65	3.33	4.45	4.24	
MINING.....	43440	46497	47245	47919	48483	48927	49332	49760	50203	50658	51128	43371	46275	49125		
	% CHG PREV QTR SAAR.....	23.35	31.26	6.59	5.84	4.79	3.71	3.36	3.51	3.61	3.67	3.76	-2.27	6.70	6.16	
	% CHG SAME QTR LAST YR....	9.03	-2.94	6.13	16.25	11.61	5.22	4.42	3.84	3.55	3.54	3.64	-2.27	6.70	6.16	
CONSTRUCTION.....	35054	35384	35733	36092	36445	36803	37164	37528	37896	38264	38632	34863	35566	36985		
	% CHG PREV QTR SAAR.....	6.45	3.81	4.01	4.08	3.97	3.98	3.99	3.98	3.94	3.91	3.05	2.01	3.99	3.99	
	% CHG SAME QTR LAST YR....	0.98	0.41	2.12	4.58	3.97	4.01	4.01	3.98	3.98	3.97	3.95	3.05	2.01	3.99	
MANUFACTURING.....	37180	37830	38486	39054	39575	40041	40572	41080	41542	42011	42535	35918	38138	40317		
	% CHG PREV QTR SAAR.....	8.09	7.18	7.11	6.04	5.44	4.79	5.41	5.11	4.57	4.60	5.08	2.99	6.18	5.71	
	% CHG SAME QTR LAST YR....	6.12	5.19	6.29	7.10	6.44	5.84	5.42	5.19	4.97	4.92	4.84	2.99	6.18	5.71	
DURABLE GOODS.....	37472	38100	38715	39284	39828	40310	40765	41223	41661	42084	42499	36383	38393	40532		
	% CHG PREV QTR SAAR.....	4.96	6.88	6.61	6.01	5.66	4.93	4.59	4.56	4.32	4.12	4.00	2.44	5.52	5.57	
	% CHG SAME QTR LAST YR....	5.82	4.38	5.78	6.11	6.29	5.80	5.30	4.93	4.60	4.40	4.25	2.44	5.52	5.57	
NONDURABLE GOODS.....	36760	37442	38159	38725	39216	39657	40293	40873	41368	41905	42590	35239	37771	40010		
	% CHG PREV QTR SAAR.....	13.02	7.63	7.89	6.07	5.17	4.57	6.57	5.89	4.93	5.29	6.70	3.75	7.19	5.93	
	% CHG SAME QTR LAST YR....	6.58	6.43	7.08	8.62	6.68	5.92	5.59	5.55	5.49	5.67	5.70	3.75	7.19	5.93	
TRADE.....	24078	24428	24758	25069	25318	25543	25812	25831	26059	26277	26492	23756	24584	25626		
	% CHG PREV QTR SAAR.....	4.52	5.94	5.52	5.12	4.03	3.61	4.27	0.30	3.57	3.39	3.31	1.59	3.48	4.24	
	% CHG SAME QTR LAST YR....	1.69	3.70	3.27	5.27	5.15	4.57	4.26	3.04	2.93	2.87	2.63	1.59	3.48	4.24	
SERVICES.....	29738	30857	31334	31784	32144	32471	32788	33106	33437	33756	34069	29261	30928	32627		
	% CHG PREV QTR SAAR.....	6.09	15.91	6.33	5.87	4.61	4.13	3.97	3.94	4.06	3.86	3.76	3.03	5.70	5.49	
	% CHG SAME QTR LAST YR....	1.91	4.80	7.60	8.47	8.09	5.23	4.64	4.16	4.03	3.96	3.91	3.03	5.70	5.49	
FIN, INS, REAL EST.....	48081	47429	48184	48897	49468	49988	49392	50000	50528	51036	51537	45545	48148	49712		
	% CHG PREV QTR SAAR.....	9.85	-5.32	6.52	6.05	4.76	4.27	-4.68	5.01	4.29	4.08	3.98	12.17	5.72	3.25	
	% CHG SAME QTR LAST YR....	14.25	5.03	0.44	4.11	2.88	5.39	2.51	2.26	2.14	2.10	4.34	12.17	5.72	3.25	
TRANS, COMM, PUB UTIL.....	42300	38520	38752	38977	39252	39535	39922	40272	40586	40873	41134	39345	39637	39745		
	% CHG PREV QTR SAAR.....	13.40	-31.23	2.44	2.34	2.85	2.92	3.97	3.56	3.15	2.86	2.58	4.54	0.74	0.27	
	% CHG SAME QTR LAST YR....	11.37	-0.28	-2.58	-4.91	-7.21	2.63	3.02	3.32	3.40	3.39	3.04	4.54	0.74	0.27	
GOVERNMENT.....	30160	30622	30879	31194	31465	31739	32009	32294	32541	32826	33092	29277	30714	31877		
	% CHG PREV QTR SAAR.....	5.96	6.27	3.40	4.15	3.52	3.53	3.44	3.61	3.09	3.55	3.29	3.02	4.91	3.79	
	% CHG SAME QTR LAST YR....	4.60	5.37	4.73	4.94	4.33	3.65	3.66	3.53	3.42	3.42	3.38	3.02	4.91	3.79	
FEDERAL, CIVILIAN.....	46642	48196	48530	48960	49251	49539	49853	50089	50314	50615	50906	43698	48082	49683		
	% CHG PREV QTR SAAR.....	22.71	14.01	2.80	3.60	2.40	2.36	2.56	1.91	1.81	2.42	2.32	-0.26	10.03	3.33	
	% CHG SAME QTR LAST YR....	5.36	13.22	11.21	10.48	5.59	2.79	2.73	2.31	2.16	2.17	2.11	-0.26	10.03	3.33	
STATE AND LOCAL.....	27591	27865	28140	28415	28692	28968	29245	29521	29798	30073	30347	26980	28003	29106		
	% CHG PREV QTR SAAR.....	2.26	4.02	4.00	3.98	3.95	3.91	3.87	3.84	3.79	3.75	3.70	3.41	3.79	3.94	
	% CHG SAME QTR LAST YR....	4.05	3.94	3.62	3.56	3.99	3.96	3.93	3.89	3.85	3.81	3.77	3.41	3.79	3.94	

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.

TABLE 15: TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
TENNESSEE CIVILIAN LABOR FORCE AND UNEMPLOYMENT RATE

	FORECAST - DATA												ANNUAL		
	HISTORY												2000	2001	2002
	200101	200102	200103	200104	200201	200202	200203	200204	200301	200302	200303	200304	2000	2001	2002
CIVILIAN LABOR FORCE (THOUS).....	2833	2858	2887	2825	2819	2826	2868	2864	2825	2869	2902	2798	2798	2851	2844
% CHG SAME QTR LAST YR.....	3.26	3.31	2.24	-1.18	-0.51	-1.11	-0.67	1.37	0.20	1.52	1.18	-0.61	-0.61	1.88	-0.23
EMPLOYED PERSONS (THOUS).....	2706	2743	2757	2708	2679	2701	2729	2739	2682	2745	2765	2688	2688	2729	2712
% CHG SAME QTR LAST YR.....	2.79	2.96	1.80	-1.44	-0.98	-1.52	-1.04	1.15	0.09	1.61	1.34	-0.52	-0.52	1.50	-0.60
UNEMPLOYED PERSONS (THOUS).....	127	115	130	118	139	125	139	126	143	124	136	110	110	122	132
% CHG SAME QTR LAST YR.....	14.41	12.44	12.40	5.42	9.60	8.61	7.07	6.59	2.31	-0.51	-2.08	-2.82	-2.82	11.14	7.97
PARTICIPATION RATE (PERCENT).....	62.8	65.1	65.2	62.9	61.8	63.7	64.0	63.0	61.2	63.9	64.1	63.5	63.5	64.0	63.1
% CHG SAME QTR LAST YR.....	2.08	2.13	1.07	-2.29	-1.63	-2.23	-1.79	0.22	-0.94	0.37	0.03	-2.44	-2.44	0.73	-1.37
UNEMPLOYMENT RATE (PERCENT).....	4.5	4.0	4.5	4.2	4.9	4.4	4.8	4.4	5.1	4.3	4.7	3.9	3.9	4.3	4.6

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.

TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
TABLE 16: TENNESSEE CIVILIAN LABOR FORCE AND UNEMPLOYMENT RATE
SEASONALLY ADJUSTED

	FORECAST - DATA												ANNUAL		
	HISTORY	200101	200102	200103	200104	200201	200202	200203	200204	200301	200302	200303	2000	2001	2002
CIVILIAN LABOR FORCE (THOUS)....		2865	2868	2859	2812	2850	2836	2840	2851	2855	2879	2873	2798	2851	2844
% CHG PREV QTR SAAR.....		2.96	0.32	-1.15	-6.51	5.55	-1.87	0.48	1.55	0.65	3.40	-0.83	-0.61	1.88	-0.24
% CHG SAME QTR LAST YR.....		3.23	3.31	2.22	-1.16	-0.54	-1.09	-0.69	1.39	0.19	1.51	1.18	-0.61	1.88	-0.24
EMPLOYED PERSONS (THOUS).....		2746	2746	2735	2686	2719	2705	2707	2717	2722	2748	2743	2688	2729	2712
% CHG PREV QTR SAAR.....		3.11	-0.01	-1.61	-6.99	5.06	-2.16	0.32	1.50	0.74	3.92	-0.73	-0.52	1.50	-0.61
% CHG SAME QTR LAST YR.....		2.75	2.96	1.80	-1.44	-0.98	-1.52	-1.04	1.15	0.09	1.61	1.34	-0.52	1.50	-0.61
UNEMPLOYED PERSONS (THOUS)....		119	121	124	125	130	132	133	134	133	131	130	110	122	132
% CHG PREV QTR SAAR.....		-0.28	8.13	9.70	4.40	16.51	4.28	3.63	2.51	-1.11	-6.74	-2.75	-2.80	11.14	7.94
% CHG SAME QTR LAST YR.....		15.74	11.76	12.40	5.42	9.60	8.61	7.07	6.59	2.31	-0.51	-2.08	-2.80	11.14	7.94
PARTICIPATION RATE (PERCENT)....		63.5	65.3	64.6	62.6	62.5	63.9	63.4	62.7	61.9	64.1	63.4	63.5	64.0	63.1
% CHG PREV QTR SAAR.....		-2.96	11.81	-4.49	-11.99	-0.52	9.38	-2.89	-4.45	-5.15	15.30	-4.15	-2.45	0.73	-1.37
% CHG SAME QTR LAST YR.....		2.05	2.13	1.06	-2.28	-1.67	-2.21	-1.80	0.24	-0.95	0.37	0.04	-2.45	0.73	-1.37
UNEMPLOYMENT RATE (PERCENT).....		4.1	4.2	4.3	4.5	4.6	4.6	4.7	4.7	4.7	4.5	4.5	3.9	4.3	4.6

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.

TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
 TABLE 17: TENNESSEE TAXABLE SALES
 MILLIONS OF 1996 DOLLARS

	FORECAST - DATA												ANNUAL		
	HISTORY	200101	200102	200103	200104	200201	200202	200203	200204	200301	200302	200303	2000	2001	2002
TOTAL.....		15761	17316	17401	17967	18041	17597	17589	18286	16384	17995	18021	69475	68445	69513
% CHG SAME QTR LAST YR.....		-3.45	-1.45	-0.72	-0.47	1.78	1.63	1.08	1.77	2.14	2.26	2.46	0.73	-1.48	1.56
AUTO DEALERS.....		1859	1966	1911	1433	1907	1949	1884	1440	2067	2008	1871	7814	7169	7180
% CHG SAME QTR LAST YR.....		-6.42	-4.38	-7.08	-16.41	2.55	-0.85	-1.41	0.46	8.41	3.04	-0.71	0.97	-8.25	0.14
PURCHASES FROM MANUFACTURERS..		851	963	938	955	777	907	897	930	790	917	912	3910	3708	3511
% CHG SAME QTR LAST YR.....		-3.73	-6.68	-7.56	-2.41	-8.68	-5.87	-4.34	-2.71	1.65	1.10	1.67	-3.07	-5.17	-5.31
MISC DURABLE GOODS.....		2619	3028	3002	2987	2836	2974	2946	2955	2675	3073	2986	12091	11637	11511
% CHG SAME QTR LAST YR.....		-11.54	-3.27	-1.94	1.66	0.65	-1.79	-1.84	-1.09	1.48	3.33	1.34	-1.18	-3.76	-1.08
EATING AND DRINKING PLACES....		1384	1500	1496	1428	1394	1530	1536	1462	1432	1577	1587	5778	5808	5922
% CHG SAME QTR LAST YR.....		1.00	0.45	0.05	0.60	0.76	1.98	2.70	2.35	2.67	3.13	3.30	3.40	0.51	1.96
FOOD STORES.....		1750	1839	1845	1998	1728	1834	1844	1990	1720	1830	1847	7575	7432	7397
% CHG SAME QTR LAST YR.....		-0.94	-2.91	-2.09	-1.54	-1.24	-0.22	-0.06	-0.44	-0.46	-0.24	0.17	0.60	-1.88	-0.48
LIQUOR STORES.....		83	86	84	111	82	85	83	109	81	84	82	358	364	360
% CHG SAME QTR LAST YR.....		2.98	0.76	-0.29	3.44	-1.24	-1.18	-1.08	-1.38	-1.39	-1.27	-1.01	2.28	1.82	-1.23
HOTELS AND MOTELS.....		338	438	467	421	333	440	470	423	335	441	471	1700	1663	1665
% CHG SAME QTR LAST YR.....		-3.60	-2.78	-0.06	-2.87	-1.22	0.48	0.65	0.44	0.42	0.30	0.28	1.81	-2.23	0.17
OTHER RETAIL AND SERVICE.....		4441	4805	4977	5810	4663	5158	5185	6098	4764	5281	5439	19991	20033	21104
% CHG SAME QTR LAST YR.....		-1.79	-2.21	1.68	2.65	4.99	7.34	4.18	4.95	2.17	2.39	4.89	1.50	0.21	5.34
MISC NONDURABLE GOODS.....		1366	1415	1451	1755	1423	1451	1476	1813	1418	1489	1509	5896	5987	6163
% CHG SAME QTR LAST YR.....		3.29	-1.02	0.61	3.15	4.20	2.51	1.69	3.35	-0.40	2.63	2.25	0.32	1.55	2.94
TRANSPORTATION, COMMUNICATION..		1069	1275	1232	1068	1096	1270	1268	1067	1102	1294	1318	4363	4644	4701
% CHG SAME QTR LAST YR.....		-1.04	17.42	9.16	-0.05	2.51	-0.41	2.94	-0.10	0.57	1.86	3.96	2.61	6.44	1.22
PER CAPITA (\$).....		2756	3091	3083	3144	2773	3105	3081	3163	2800	3140	3121	12396	12073	12123
% CHG SAME QTR LAST YR.....		-4.55	-2.58	-1.85	-1.59	0.62	0.48	-0.06	0.62	0.98	1.10	1.30	-0.92	-2.60	0.41

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.

TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
TABLE 18: TENNESSEE TAXABLE SALES
MILLIONS OF SEASONALLY ADJUSTED 1996 DOLLARS

	HISTORY				FORECAST - DATA												ANNUAL		
	200101	200102	200103	200104	200201	200202	200203	200204	200301	200302	200303	2000	2001	2002					
TOTAL.....	17179	17156	17115	16976	17469	17461	17308	17252	17833	17853	17741	69548	68426	69490					
% CHG PREV QTR SAAR.....	1.45	-0.54	-0.96	-3.20	12.13	-0.19	-3.45	-1.29	14.16	0.45	-2.48	0.82	-1.61	1.56					
% CHG SAME QTR LAST YR.....	-3.62	-1.31	-0.63	-0.83	1.69	1.78	1.13	1.63	2.08	2.25	2.50	0.82	-1.61	1.56					
AUTO DEALERS.....	1887	1873	1790	1598	1934	1856	1765	1605	2096	1913	1752	7815	7148	7160					
% CHG PREV QTR SAAR.....	-4.45	-3.10	-16.48	-36.51	114.38	-15.04	-18.30	-31.56	190.75	-30.66	-29.57	0.93	-8.53	0.17					
% CHG SAME QTR LAST YR.....	-6.59	-4.40	-7.09	-16.29	2.45	-0.87	-1.41	0.46	8.41	3.04	-0.71	0.93	-8.53	0.17					
PURCHASES FROM MANUFACTURERS..	959	919	903	933	874	865	864	907	888	875	878	3915	3713	3510					
% CHG PREV QTR SAAR.....	1.70	-15.45	-6.74	13.66	-22.97	-3.79	-0.61	21.64	-8.22	-5.86	1.67	-3.18	-5.15	-5.47					
% CHG SAME QTR LAST YR.....	-4.09	-6.66	-7.51	-2.29	-8.85	-5.85	-4.34	-2.71	1.65	1.10	1.67	-3.18	-5.15	-5.47					
MISC DURABLE GOODS.....	2888	2886	2892	2974	2901	2840	2839	2942	2944	2934	2877	12127	11641	11521					
% CHG PREV QTR SAAR.....	-5.08	-0.29	0.84	11.81	-9.53	-8.15	-0.08	15.27	0.27	-1.26	-7.58	-0.93	-4.00	-1.03					
% CHG SAME QTR LAST YR.....	-11.94	-2.93	-1.86	1.64	0.42	-1.62	-1.84	-1.09	1.48	3.33	1.34	-0.93	-4.00	-1.03					
EATING AND DRINKING PLACES....	1460	1451	1444	1455	1470	1481	1483	1489	1509	1527	1532	5780	5810	5922					
% CHG PREV QTR SAAR.....	3.91	-2.26	-2.03	3.02	4.14	3.05	0.63	1.63	5.43	4.92	1.31	3.35	0.52	1.93					
% CHG SAME QTR LAST YR.....	0.83	0.53	0.09	0.62	0.67	2.01	2.70	2.35	2.67	3.13	3.30	3.35	0.52	1.93					
FOOD STORES.....	1875	1857	1851	1850	1852	1854	1850	1842	1843	1850	1853	7575	7434	7398					
% CHG PREV QTR SAAR.....	-1.18	-3.71	-1.35	-0.15	0.33	0.50	-0.91	-1.64	0.23	1.40	0.71	0.65	-1.86	-0.48					
% CHG SAME QTR LAST YR.....	-0.92	-2.80	-2.09	-1.61	-1.23	-0.17	-0.06	-0.44	-0.46	-0.24	0.17	0.65	-1.86	-0.48					
LIQUOR STORES.....	92	91	91	91	91	90	90	89	89	89	89	358	365	360					
% CHG PREV QTR SAAR.....	19.04	-0.93	-2.01	-1.11	-0.81	-0.69	-1.71	-2.30	-0.85	-0.23	-0.66	2.76	1.72	-1.21					
% CHG SAME QTR LAST YR.....	3.02	0.81	-0.24	3.39	-1.22	-1.16	-1.08	-1.38	-1.39	-1.27	-1.01	2.76	1.72	-1.21					
HOTELS AND MOTELS.....	422	414	414	415	416	417	417	417	418	418	418	1705	1665	1666					
% CHG PREV QTR SAAR.....	-6.08	-7.18	0.44	0.78	0.75	0.72	0.34	-0.04	0.65	0.27	0.25	1.95	-2.34	0.09					
% CHG SAME QTR LAST YR.....	-3.88	-2.43	0.13	-3.08	-1.36	0.67	0.65	0.44	0.42	0.30	0.28	1.95	-2.34	0.09					
OTHER RETAIL AND SERVICE.....	4966	4917	5092	5050	5210	5278	5305	5300	5323	5404	5565	20014	20025	21093					
% CHG PREV QTR SAAR.....	3.87	-3.88	15.06	-3.26	13.29	5.30	2.08	-0.37	1.74	6.24	12.42	1.64	0.05	5.34					
% CHG SAME QTR LAST YR.....	-1.91	-2.19	1.72	2.67	4.92	7.35	4.18	4.95	2.17	2.39	4.89	1.64	0.05	5.34					
MISC NONDURABLE GOODS.....	1524	1463	1471	1527	1585	1499	1496	1578	1579	1539	1530	5898	5985	6159					
% CHG PREV QTR SAAR.....	12.51	-15.06	2.37	15.89	16.31	-20.02	-0.82	23.66	0.30	-9.82	-2.28	0.26	1.47	2.91					
% CHG SAME QTR LAST YR.....	2.99	-1.04	0.73	3.19	4.05	2.50	1.69	3.35	-0.40	2.63	2.25	0.26	1.47	2.91					
TRANSPORTATION, COMMUNICATION..	1108	1284	1165	1084	1138	1280	1199	1082	1144	1304	1247	4361	4641	4700					
% CHG PREV QTR SAAR.....	7.68	80.79	-32.34	-25.12	21.45	60.53	-23.07	-33.60	24.76	68.95	-16.55	2.85	6.41	1.27					
% CHG SAME QTR LAST YR.....	-0.68	17.66	9.18	-0.35	2.70	-0.31	2.94	-0.10	0.57	1.86	3.96	2.85	6.41	1.27					
PER CAPITA (\$).	3003	3062	3032	2971	3020	3081	3032	2985	3047	3115	3073	12407	12069	12118					
% CHG PREV QTR SAAR.....	-3.41	8.04	-3.83	-7.90	6.75	8.44	-6.23	-6.12	8.68	9.16	-5.29	-0.87	-2.73	0.41					
% CHG SAME QTR LAST YR.....	-4.72	-2.43	-1.76	-1.95	0.53	0.63	-0.01	0.47	0.92	1.09	1.34	-0.87	-2.73	0.41					

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.

TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
TABLE 19: TENNESSEE TAXABLE SALES
MILLIONS OF CURRENT DOLLARS

	HISTORY	FORECAST - DATA												ANNUAL		
		200101	200102	200103	200104	200201	200202	200203	200204	200301	200302	200303	2000	2001	2002	
TOTAL.....		17180	18960	19176	19908	17870	19709	19822	20754	18695	20658	20814	74595	75224	78156	
% CHG SAME QTR LAST YR.....		-1.28	0.76	1.68	2.02	4.02	3.95	3.37	4.25	4.62	4.81	5.00	3.12	0.84	3.90	
AUTO DEALERS.....		2027	2153	2106	1588	2124	2183	2123	1634	2359	2306	2160	8386	7873	8065	
% CHG SAME QTR LAST YR.....		-4.31	-2.23	-4.83	-14.32	4.80	1.41	0.83	2.91	11.04	5.62	1.75	3.36	-6.11	2.43	
PURCHASES FROM MANUFACTURERS..		928	1055	1033	1059	866	1015	1011	1055	902	1052	1053	4198	4075	3947	
% CHG SAME QTR LAST YR.....		-1.56	-4.59	-5.32	0.02	-6.67	-3.72	-2.17	-0.34	4.11	3.62	4.20	-0.76	-2.94	-3.12	
MISC DURABLE GOODS.....		2855	3316	3308	3310	2937	3331	3321	3354	3052	3528	3449	12980	12789	12942	
% CHG SAME QTR LAST YR.....		-9.55	-1.11	0.43	4.20	2.87	0.45	0.38	1.32	3.94	5.92	3.86	1.14	-1.47	1.20	
EATING AND DRINKING PLACES....		1508	1642	1649	1582	1553	1713	1732	1659	1633	1811	1833	6203	6382	6657	
% CHG SAME QTR LAST YR.....		3.27	2.70	2.46	3.12	2.98	4.30	5.03	4.85	5.15	5.71	5.87	5.86	2.88	4.31	
FOOD STORES.....		1908	2013	2033	2214	1925	2055	2078	2258	1963	2101	2134	8133	8168	8317	
% CHG SAME QTR LAST YR.....		1.29	-0.73	0.27	0.92	0.93	2.05	2.21	1.99	1.95	2.26	2.66	3.00	0.43	1.81	
LIQUOR STORES.....		91	95	92	123	92	96	93	124	93	97	94	384	401	405	
% CHG SAME QTR LAST YR.....		5.30	3.02	2.12	6.02	0.94	1.07	1.16	1.02	1.00	1.19	1.45	4.69	4.23	1.05	
HOTELS AND MOTELS.....		368	479	514	466	371	493	529	480	382	506	544	1826	1828	1873	
% CHG SAME QTR LAST YR.....		-1.43	-0.61	2.36	-0.44	0.96	2.78	2.93	2.89	2.85	2.81	2.77	4.22	0.08	2.48	
OTHER RETAIL AND SERVICE.....		4841	5262	5485	6438	5194	5777	5844	6921	5435	6063	6282	21468	22025	23736	
% CHG SAME QTR LAST YR.....		0.42	-0.01	4.13	5.21	7.30	9.79	6.54	7.51	4.64	4.95	7.50	3.90	2.59	7.77	
MISC NONDURABLE GOODS.....		1489	1550	1599	1944	1586	1625	1663	2058	1618	1709	1743	6332	6582	6932	
% CHG SAME QTR LAST YR.....		5.62	1.20	3.04	5.73	6.49	4.85	4.00	5.87	2.01	5.19	4.79	2.70	3.95	5.32	
TRANSPORTATION, COMMUNICATION...		1166	1396	1357	1183	1221	1422	1429	1211	1258	1485	1522	4684	5102	5283	
% CHG SAME QTR LAST YR.....		1.19	20.05	11.80	2.45	4.77	1.86	5.28	2.33	3.01	4.41	6.54	5.03	8.94	3.54	
PER CAPITA (\$).		3004	3384	3398	3484	3089	3478	3473	3591	3195	3604	3605	13309	13269	13630	
% CHG SAME QTR LAST YR.....		-2.40	-0.39	0.52	0.86	2.84	2.77	2.20	3.07	3.42	3.63	3.82	1.43	-0.30	2.72	

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.

TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
 TABLE 20: TENNESSEE TAXABLE SALES
 MILLIONS OF SEASONALLY ADJUSTED CURRENT DOLLARS

	FORECAST - DATA												ANNUAL		
	HISTORY	200101	200102	200103	200104	200201	200202	200203	200204	200301	200302	200303	2000	2001	2002
TOTAL.....	18725	18786	18860	18810	19480	19556	19507	19582	20347	20495	20491	20491	74654	75181	78104
% CHG PREV QTR SAAR.....	4.87	1.29	1.60	-1.07	14.58	1.98	-1.01	1.55	16.59	2.94	-0.08	3.21	3.21	0.71	3.89
% CHG SAME QTR LAST YR.....	-1.45	0.91	1.78	1.65	3.92	4.10	3.43	4.10	4.56	4.80	5.05	3.21	3.21	0.71	3.89
AUTO DEALERS.....	2057	2050	1973	1770	2154	2079	1989	1822	2392	2196	2024	8388	8388	7851	8044
% CHG PREV QTR SAAR.....	-1.23	-1.31	-14.32	-35.12	119.06	-13.19	-16.23	-29.59	196.95	-28.94	-27.84	3.32	3.32	-6.41	2.46
% CHG SAME QTR LAST YR.....	-4.49	-2.26	-4.84	-14.20	4.70	1.40	0.83	2.91	11.04	5.62	1.75	3.32	3.32	-6.41	2.46
PURCHASES FROM MANUFACTURERS..	1045	1006	995	1033	973	969	974	1030	1013	1004	1015	4202	4202	4080	3946
% CHG PREV QTR SAAR.....	5.13	-13.89	-4.33	16.16	-21.29	-1.70	1.90	25.13	-6.27	-3.53	4.17	-0.86	-0.86	-2.92	-3.28
% CHG SAME QTR LAST YR.....	-1.93	-4.56	-5.27	0.15	-6.84	-3.71	-2.17	-0.34	4.11	3.62	4.20	-0.86	-0.86	-2.92	-3.28
MISC DURABLE GOODS.....	3148	3161	3187	3295	3231	3180	3200	3339	3359	3369	3323	13015	13015	12792	12950
% CHG PREV QTR SAAR.....	-1.88	1.55	3.44	14.26	-7.55	-6.16	2.44	18.57	2.41	1.18	-5.31	1.40	1.40	-1.72	1.24
% CHG SAME QTR LAST YR.....	-9.95	-0.75	0.52	4.17	2.63	0.63	0.38	1.32	3.94	5.92	3.86	1.40	1.40	-1.72	1.24
EATING AND DRINKING PLACES.....	1591	1589	1591	1612	1637	1658	1671	1690	1721	1753	1769	6205	6205	6383	6657
% CHG PREV QTR SAAR.....	7.41	-0.46	0.50	5.28	6.42	5.28	3.17	4.54	7.67	7.52	3.81	5.81	5.81	2.88	4.28
% CHG SAME QTR LAST YR.....	3.10	2.78	2.51	3.13	2.89	4.34	5.03	4.85	5.15	5.71	5.87	5.81	5.81	2.88	4.28
FOOD STORES.....	2044	2034	2040	2050	2063	2077	2085	2091	2103	2124	2140	8131	8131	8168	8316
% CHG PREV QTR SAAR.....	2.15	-1.93	1.20	2.04	2.52	2.68	1.59	1.18	2.37	3.91	3.19	3.05	3.05	0.45	1.81
% CHG SAME QTR LAST YR.....	1.31	-0.63	0.28	0.85	0.94	2.11	2.21	1.99	1.95	2.26	2.66	3.05	3.05	0.45	1.81
LIQUOR STORES.....	100	100	100	100	101	101	101	101	102	102	103	385	385	401	405
% CHG PREV QTR SAAR.....	23.05	3.90	0.52	1.06	1.36	1.46	0.77	0.51	1.26	2.24	1.79	5.20	5.20	4.12	1.06
% CHG SAME QTR LAST YR.....	5.34	3.07	2.17	5.97	0.96	1.10	1.16	1.02	1.00	1.19	1.45	5.20	5.20	4.12	1.06
HOTELS AND MOTELS.....	460	453	457	460	463	467	470	473	476	480	483	1830	1830	1829	1873
% CHG PREV QTR SAAR.....	-2.92	-5.46	3.03	2.99	2.95	2.91	2.87	2.83	2.79	2.75	2.72	4.38	4.38	-0.04	2.40
% CHG SAME QTR LAST YR.....	-1.72	-0.24	2.55	-0.66	0.81	2.97	2.93	2.89	2.85	2.81	2.77	4.38	4.38	-0.04	2.40
OTHER RETAIL AND SERVICE.....	5413	5384	5612	5596	5804	5911	5979	6016	6074	6204	6427	21484	21484	22004	23710
% CHG PREV QTR SAAR.....	7.37	-2.11	18.03	-1.14	15.76	7.59	4.66	2.48	3.91	8.87	15.19	4.06	4.06	2.42	7.75
% CHG SAME QTR LAST YR.....	0.29	0.00	4.18	5.24	7.23	9.80	6.54	7.51	4.64	4.95	7.50	4.06	4.06	2.42	7.75
MISC NONDURABLE GOODS.....	1661	1602	1622	1692	1766	1679	1686	1791	1802	1767	1767	6332	6332	6576	6923
% CHG PREV QTR SAAR.....	16.31	-13.49	5.01	18.43	18.85	-18.28	1.68	27.21	2.44	-7.58	0.12	2.65	2.65	3.86	5.28
% CHG SAME QTR LAST YR.....	5.31	1.18	3.16	5.77	6.34	4.84	4.00	5.87	2.01	5.19	4.79	2.65	2.65	3.86	5.28
TRANSPORTATION, COMMUNICATION..	1207	1406	1284	1201	1267	1434	1351	1229	1305	1497	1440	4681	4681	5098	5281
% CHG PREV QTR SAAR.....	11.31	84.13	-30.59	-23.48	24.11	64.02	-21.13	-31.70	27.42	73.13	-14.50	5.26	5.26	8.90	3.60
% CHG SAME QTR LAST YR.....	1.56	20.30	11.81	2.14	4.96	1.97	5.28	2.33	3.01	4.41	6.54	5.26	5.26	8.90	3.60
PER CAPITA (\$)..	3274	3353	3342	3291	3364	3451	3417	3388	3477	3576	3549	13318	13318	13260	13620
% CHG PREV QTR SAAR.....	-0.16	10.03	-1.35	-5.88	9.08	10.79	-3.86	-3.43	10.99	11.86	-2.96	1.48	1.48	-0.44	2.71
% CHG SAME QTR LAST YR.....	-2.57	-0.24	0.62	0.50	2.75	2.92	2.26	2.92	3.37	3.62	3.86	1.48	1.48	-0.44	2.71

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.



Historical Data

1999:01 to 2001:02
Quarterly Tennessee Econometric Model
(History as of August 2001)

TABLE OF CONTENTS

TABLE

1. Selected U.S and Tennessee Economic Indicators (SA)*
2. Selected Per Capita U.S. and Tennessee Economic Indicators (SA)
3. Personal Income by Components (96\$, SAAR)*
4. Personal Income by Components (Current\$, SAAR)
5. Employment, Nonagricultural (NSA)*
6. Employment, Durable Goods (NSA)
7. Employment, Nondurable Goods (NSA)
8. Employment, Nonagricultural (SA)
9. Employment, Durable Goods (SA)
10. Employment, Nondurable Goods (SA)
11. Average Annual Wage and Salary Rate (96\$, NSA)
12. Average Annual Wage and Salary Rate (96\$, SA)
13. Average Annual Wage and Salary Rate (Current\$, NSA)
14. Average Annual Wage and Salary Rate (Current\$, SA)
15. Civilian Labor Force and Unemployment Rate (NSA)
16. Civilian Labor Force and Unemployment Rate (SA)
17. Taxable Sales (96\$, NSA)
18. Taxable Sales (96\$, SA)
19. Taxable Sales (Current\$, NSA)
20. Taxable Sales (Current\$, SA)

*Key: SA=Seasonally Adjusted; NSA=Not Seasonally Adjusted; SAAR=Seasonally Adjusted Annual Rate

TABLE 1: TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
SELECTED U.S. AND TENNESSEE ECONOMIC INDICATORS
SEASONALLY ADJUSTED

	HISTORICAL - DATA												ANNUAL	
	199804	199901	199902	199903	199904	200001	200002	200003	200004	200101	200102	1998	1999	2000
US GDP (BIL96\$) SAAR.....	8654.5	8730.0	8783.2	8905.8	9084.1	9191.8	9318.9	9369.5	9393.7	9422.8	9449.7	8515.7	8875.8	9318.5
% CHG PREV QTR SAAR.....	5.59	3.54	2.46	5.70	8.25	4.83	5.65	2.19	1.04	1.24	1.15	4.37	4.23	4.99
% CHG SAME QTR LAST YR.....	4.61	3.87	3.75	4.31	4.96	5.29	6.10	5.21	3.41	2.51	1.40	4.37	4.23	4.99
US GDP (BIL\$) SAAR.....	8974.9	9104.5	9191.5	9340.9	9559.7	9752.7	9945.7	10039.4	10114.4	10226.8	10320.6	8790.2	9299.2	9963.1
% CHG PREV QTR SAAR.....	6.77	5.90	3.88	6.66	9.70	8.32	8.15	3.82	3.02	4.52	3.72	5.67	5.79	7.14
% CHG SAME QTR LAST YR.....	5.85	5.44	5.38	5.80	6.52	7.12	8.21	7.48	5.80	4.86	3.77	5.67	5.79	7.14
IMPLICIT DEFATOR, GDP.....	103.7	104.3	104.7	104.9	105.2	106.1	106.7	107.2	107.7	108.5	109.2	103.2	104.8	106.9
% CHG PREV QTR SAAR.....	1.17	2.33	1.54	0.77	1.15	3.47	2.28	1.89	1.88	3.00	2.61	1.25	1.53	2.05
% CHG SAME QTR LAST YR.....	1.17	1.56	1.65	1.45	1.45	1.73	1.91	2.19	2.38	2.26	2.34	1.25	1.53	2.05
US PERS CONS DEFL (1996=100).....	103.6	104.0	104.6	105.1	105.7	106.6	107.1	107.6	108.1	109.0	109.5	103.0	104.8	107.3
% CHG PREV QTR SAAR.....	1.56	1.55	2.33	1.93	2.30	3.45	1.89	1.88	1.87	3.37	1.85	1.05	1.77	2.38
% CHG SAME QTR LAST YR.....	1.17	1.46	1.75	1.84	2.03	2.50	2.39	2.38	2.27	2.25	2.24	1.05	1.77	2.38
TN PERSONAL INCOME (MIL96\$) SAAR.....	131709	131405	133033	134401	135579	136551	138329	139502	139593	140661	141397	129686	133604	138494
% CHG PREV QTR SAAR.....	3.80	-0.92	5.05	4.18	3.55	2.90	5.31	3.44	0.26	3.10	2.11	5.39	3.02	3.66
% CHG SAME QTR LAST YR.....	4.89	3.34	2.82	3.00	2.94	3.92	3.98	3.80	2.96	3.01	2.22	5.39	3.02	3.66
US PERSONAL INCOME (BIL96\$) SAAR.....	7286.3	7334.7	7389.8	7448.6	7542.4	7603.9	7695.7	7759.3	7798.1	7847.9	7933.6	7173.6	7428.9	7714.2
% CHG PREV QTR SAAR.....	4.06	2.68	3.04	3.22	5.13	3.30	4.92	3.35	2.01	2.58	4.44	5.43	3.56	3.84
% CHG SAME QTR LAST YR.....	5.12	3.97	3.50	3.25	3.51	3.67	4.14	4.17	3.39	3.21	3.09	5.43	3.56	3.84
TN PERSONAL INCOME (MIL\$) SAAR.....	136450	136661	139152	141255	143307	145563	148150	150104	150900	153321	154829	133616	140094	148679
% CHG PREV QTR SAAR.....	5.41	0.62	7.49	6.18	5.94	6.45	7.30	5.38	2.14	6.57	3.99	6.50	4.85	6.13
% CHG SAME QTR LAST YR.....	6.12	4.85	4.62	4.90	5.03	6.51	6.47	6.26	5.30	5.33	4.51	6.50	4.85	6.13
US PERSONAL INCOME (BIL\$) SAAR.....	7548.6	7628.1	7729.7	7828.5	7972.3	8105.8	8242.1	8349.0	8429.7	8554.2	8687.3	7391.0	7789.6	8281.7
% CHG PREV QTR SAAR.....	5.68	4.28	5.44	5.21	7.55	6.87	6.90	5.29	3.92	6.04	6.37	6.54	5.39	6.32
% CHG SAME QTR LAST YR.....	6.35	5.50	5.32	5.15	5.61	6.26	6.63	6.65	5.74	5.53	5.40	6.54	5.39	6.32
TN NONAGRIC JOBS (THOUS).....	2655.4	2663.5	2676.4	2692.0	2705.5	2725.4	2733.3	2749.3	2750.6	2750.6	2757.7	2637.2	2684.4	2739.7
% CHG PREV QTR SAAR.....	1.96	1.22	1.95	2.36	2.02	2.97	1.16	2.36	0.19	0.00	1.03	2.06	1.79	2.06
% CHG SAME QTR LAST YR.....	1.99	1.76	1.64	1.87	1.89	2.32	2.13	2.13	1.67	0.93	0.89	2.06	1.79	2.06
US NONAGRIC JOBS (MIL).....	127.0	127.8	128.5	129.2	130.1	131.0	131.9	131.9	132.3	132.6	132.4	125.8	128.9	131.8
% CHG PREV QTR SAAR.....	2.56	2.54	2.21	2.20	2.82	2.80	2.78	0.00	1.22	0.91	-0.60	2.59	2.42	2.23
% CHG SAME QTR LAST YR.....	2.42	2.49	2.39	2.38	2.44	2.50	2.65	2.09	1.69	1.22	0.38	2.59	2.42	2.23
TN UNEMPLOYMENT RATE (%).....	4.1	4.2	4.0	4.0	3.9	3.7	3.9	3.9	4.2	4.1	4.2	4.2	4.0	3.9
US UNEMPLOYMENT RATE (%).....	4.4	4.3	4.3	4.2	4.1	4.0	4.0	4.0	4.0	4.2	4.4	4.5	4.2	4.0
BANK PRIME INTEREST RATE (%).....	7.9	7.8	7.8	8.1	8.4	8.7	9.2	9.5	9.5	8.6	7.3	8.4	8.0	9.2
TN MFG JOBS (THOUS).....	510.4	509.0	509.2	512.9	511.7	510.3	510.2	510.5	504.8	496.8	491.1	514.3	510.7	508.9
% CHG PREV QTR SAAR.....	0.03	-1.09	0.18	2.91	-0.96	-1.06	-0.08	0.26	-4.44	-6.19	-4.49	-0.65	-0.70	-0.34
% CHG SAME QTR LAST YR.....	-1.77	-1.95	-1.56	0.50	0.25	0.26	0.19	-0.46	-1.35	-2.65	-3.74	-0.65	-0.70	-0.34

(CONTINUED ON NEXT PAGE)

TABLE 1: TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
SELECTED U.S. AND TENNESSEE ECONOMIC INDICATORS (CONT.)
SEASONALLY ADJUSTED

	HISTORICAL - DATA														ANNUAL		
	199804	199901	199902	199903	199904	200001	200002	200003	200004	200101	200102	1998	1999	2000			
TN TAXABLE SALES (MIL96\$).....	16823	17137	17147	17218	17479	17825	17383	17222	17118	17179	17156	64297	68980	69548			
% CHG PREV QTR SAAR.....	17.34	7.67	0.24	1.67	6.21	8.16	-9.55	-3.65	-2.40	1.45	-0.54	-0.71	7.28	0.82			
% CHG SAME QTR LAST YR.....	4.86	14.63	4.80	6.52	3.90	4.02	1.38	0.03	-2.07	-3.62	-1.31	-0.71	7.28	0.82			
TN TAXABLE SALES (MIL\$).....	17429	17822	17936	18096	18475	19001	18617	18531	18504	18725	18786	66252	72329	74654			
% CHG PREV QTR SAAR.....	19.17	9.34	2.57	3.62	8.65	11.89	-7.84	-1.84	-0.58	4.87	1.29	0.35	9.17	3.21			
% CHG SAME QTR LAST YR.....	6.09	16.31	6.63	8.48	6.00	6.62	3.80	2.41	0.16	-1.45	0.91	0.35	9.17	3.21			
TN AVG ANNUAL WAGE, NONAG (96\$)...	28291	28156	28503	28748	28742	28522	28822	28964	28900	29149	29283	28027	28537	28802			
% CHG PREV QTR SAAR.....	2.53	-1.88	5.01	3.48	-0.08	-3.03	4.28	1.99	-0.89	3.50	1.85	3.37	1.82	0.93			
% CHG SAME QTR LAST YR.....	2.55	1.78	1.65	2.25	1.60	1.30	1.12	0.75	0.55	2.20	1.60	3.37	1.82	0.93			
TN AVG ANNUAL WAGE, NONAG (\$)....	29309	29283	29814	30214	30380	30404	30869	31166	31240	31772	32065	28876	29923	30920			
% CHG PREV QTR SAAR.....	4.13	-0.36	7.46	5.48	2.22	0.31	6.25	3.91	0.96	6.99	3.73	4.46	3.62	3.33			
% CHG SAME QTR LAST YR.....	3.75	3.27	3.43	4.14	3.66	3.83	3.54	3.15	2.83	4.50	3.88	4.46	3.62	3.33			

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TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
TABLE 2: SELECTED PER CAPITA U.S. AND TENNESSEE ECONOMIC INDICATORS
SEASONALLY ADJUSTED

	HISTORICAL - DATA											ANNUAL		
	199804	199901	199902	199903	199904	200001	200002	200003	200004	200101	200102	1998	1999	2000
US GDP (96\$) SAAR.....	31959	32167	32303	32682	33263	33583	33986	34096	34109	34153	34176	31550	32604	33944
% CHG PREV QTR SAAR.....	4.66	2.62	1.71	4.77	7.30	3.91	4.88	1.30	0.16	0.51	0.27	3.48	3.34	4.11
% CHG SAME QTR LAST YR.....	3.72	2.95	2.87	3.43	4.08	4.41	5.21	4.33	2.54	1.70	0.56	3.48	3.34	4.11
US GDP (\$) SAAR.....	33142	33546	33805	34279	35004	35633	36272	36533	36726	37067	37326	32567	34159	36291
% CHG PREV QTR SAAR.....	5.83	4.97	3.12	5.73	8.74	7.38	7.37	2.92	2.13	3.76	2.82	4.77	4.89	6.24
% CHG SAME QTR LAST YR.....	4.95	4.51	4.49	4.90	5.62	6.22	7.30	6.58	4.92	4.03	2.91	4.77	4.89	6.24
TN PERSONAL INCOME (96\$) SAAR...	24159	24047	24289	24359	24273	24149	24975	25002	24707	24592	25238	23873	24242	24708
% CHG PREV QTR SAAR.....	2.83	-1.84	4.07	1.17	-1.41	-2.03	14.40	0.45	-4.65	-1.84	10.92	4.32	1.55	1.92
% CHG SAME QTR LAST YR.....	3.87	2.35	1.85	1.54	0.47	0.42	2.82	2.64	1.79	1.84	1.05	4.32	1.55	1.92
TN PERSONAL INCOME (\$) SAAR.....	25029	25009	25406	25602	25657	25742	26748	26903	26708	26806	27635	24596	25418	26525
% CHG PREV QTR SAAR.....	4.44	-0.31	6.50	3.12	0.86	1.35	16.56	2.34	-2.86	1.47	12.97	5.42	3.34	4.35
% CHG SAME QTR LAST YR.....	5.09	3.85	3.64	3.40	2.51	2.93	5.28	5.08	4.10	4.13	3.32	5.42	3.34	4.35
US PERSONAL INCOME (96\$) SAAR...	26907	27025	27178	27334	27618	27782	28066	28236	28315	28445	28693	26578	27289	28100
% CHG PREV QTR SAAR.....	3.14	1.78	2.28	2.32	4.21	2.40	4.15	2.45	1.13	1.84	3.54	4.53	2.67	2.97
% CHG SAME QTR LAST YR.....	4.23	3.05	2.63	2.38	2.64	2.80	3.27	3.30	2.53	2.39	2.23	4.53	2.67	2.97
US PERSONAL INCOME (\$) SAAR.....	27875	28106	28428	28728	29192	29616	30059	30382	30609	31005	31419	27383	28614	30166
% CHG PREV QTR SAAR.....	4.74	3.36	4.66	4.29	6.61	5.93	6.12	4.37	3.02	5.27	5.45	5.64	4.49	5.43
% CHG SAME QTR LAST YR.....	5.45	4.56	4.43	4.26	4.72	5.37	5.73	5.76	4.85	4.69	4.52	5.64	4.49	5.43
TN TAXABLE SALES (96\$).....	3086	3136	3131	3121	3129	3152	3138	3087	3030	3003	3062	11835	12517	12407
% CHG PREV QTR SAAR.....	16.26	6.67	-0.69	-1.27	1.11	2.97	-1.75	-6.43	-7.18	-3.41	8.04	-1.72	5.76	-0.87
% CHG SAME QTR LAST YR.....	3.84	13.54	3.82	5.01	1.41	0.52	0.25	-1.09	-3.18	-4.72	-2.43	-1.72	5.76	-0.87
TN TAXABLE SALES (\$).....	3197	3261	3275	3280	3308	3360	3361	3321	3275	3274	3353	12195	13124	13318
% CHG PREV QTR SAAR.....	18.07	8.33	1.62	0.63	3.44	6.53	0.11	-4.67	-5.44	-0.16	10.03	-0.68	7.62	1.48
% CHG SAME QTR LAST YR.....	5.06	15.20	5.64	6.94	3.46	3.03	2.65	1.26	-0.98	-2.57	-0.24	-0.68	7.62	1.48

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.

TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
TABLE 3: TENNESSEE PERSONAL INCOME BY COMPONENTS
SEASONALLY ADJUSTED ANNUAL RATES
MILLIONS OF 1996 DOLLARS

	HISTORICAL - DATA														ANNUAL		
	199804	199901	199902	199903	199904	200001	200002	200003	200004	200101	200102	1998	1999	2000			
TOTAL PERSONAL INCOME.....	131709	131405	133033	134401	135579	136551	138329	139502	139593	140661	141397	129686	133604	138494			
% CHG PREV QTR SAAR.....	3.80	-0.92	5.05	4.18	3.55	2.90	5.31	3.44	0.26	3.10	2.11	5.39	3.02	3.66			
% CHG SAME QTR LAST YR.....	4.89	3.34	2.82	3.00	2.94	3.92	3.98	3.80	2.96	3.01	2.22	5.39	3.02	3.66			
WAGES AND SALARIES.....	75868	75752	77046	78143	78520	78538	79563	80425	80281	80984	81568	74631	77365	79702			
% CHG PREV QTR SAAR.....	4.60	-0.61	7.01	5.82	1.95	0.09	5.32	4.40	-0.71	3.55	2.91	5.50	3.66	3.02			
% CHG SAME QTR LAST YR.....	4.65	3.63	3.37	4.16	3.50	3.68	3.27	2.92	2.24	3.11	2.52	5.50	3.66	3.02			
OTHER LABOR INCOME.....	8272	8278	8365	8418	8402	8356	8413	8492	8473	8531	8429	8243	8366	8433			
% CHG PREV QTR SAAR.....	1.41	0.28	4.29	2.53	-0.74	-2.20	2.76	3.81	-0.89	2.79	-4.71	-0.44	1.49	0.81			
% CHG SAME QTR LAST YR.....	1.30	1.15	1.12	2.12	1.57	0.94	0.57	0.88	0.84	2.10	0.19	-0.44	1.49	0.81			
PROPRIETORS INCOME.....	12713	12518	12847	12841	13241	13586	13708	13757	13708	13831	14216	12370	12862	13690			
% CHG PREV QTR SAAR.....	11.99	-6.00	10.93	-0.18	13.06	10.84	3.62	1.43	-1.41	3.65	11.61	4.71	3.97	6.43			
% CHG SAME QTR LAST YR.....	5.68	2.92	4.91	3.90	4.15	8.53	6.70	7.13	3.52	1.80	3.71	4.71	3.97	6.43			
RENT INTEREST DIVIDENDS.....	21506	21360	21395	21609	21963	22294	22542	22667	22766	22519	22570	21119	21582	22567			
% CHG PREV QTR SAAR.....	0.11	-2.69	0.66	4.06	6.72	6.16	4.54	2.23	1.75	-4.26	0.91	10.71	2.19	4.57			
% CHG SAME QTR LAST YR.....	8.65	4.69	1.55	0.51	2.13	4.37	5.36	4.90	3.66	1.01	0.12	10.71	2.19	4.57			
TRANSFER PAYMENTS.....	20119	20416	20469	20564	20607	20894	21286	21391	21536	22083	21873	20015	20514	21277			
% CHG PREV QTR SAAR.....	0.86	6.05	1.04	1.87	0.84	5.68	7.71	2.00	2.73	10.55	-3.74	2.59	2.50	3.72			
% CHG SAME QTR LAST YR.....	2.69	2.63	2.49	2.43	2.43	2.34	3.99	4.02	4.50	5.69	2.76	2.59	2.50	3.72			
LESS: PERS CONT FOR SOC INS.....	5875	5949	6053	6116	6108	6117	6161	6196	6162	6275	6248	5808	6056	6159			
% CHG PREV QTR SAAR.....	3.47	5.17	7.15	4.26	-0.54	0.62	2.86	2.32	-2.19	7.56	-1.72	4.00	4.28	1.69			
% CHG SAME QTR LAST YR.....	3.31	3.95	4.20	5.00	3.97	2.83	1.78	1.31	0.88	2.58	1.42	4.00	4.28	1.69			
RESIDENCE ADJUSTMENT.....	-895	-970	-1037	-1058	-1047	-1000	-1022	-1033	-1008	-1012	-1012	-884	-1028	-1016			
% CHG PREV QTR SAAR.....	4.64	38.21	30.67	8.25	-4.00	-16.88	9.27	4.39	-9.38	1.44	-0.02	12.84	16.28	-1.18			
% CHG SAME QTR LAST YR.....	7.80	12.88	15.53	19.59	17.04	3.07	-1.43	-2.32	-3.72	1.19	-1.03	12.84	16.28	-1.18			
PER CAPITA PERSONAL INCOME (\$)	24159	24047	24289	24359	24273	24149	24975	25002	24707	24592	25238	23873	24242	24708			
% CHG PREV QTR SAAR.....	2.83	-1.84	4.07	1.17	-1.41	-2.03	14.40	0.45	-4.65	-1.84	10.92	4.32	1.55	1.92			
% CHG SAME QTR LAST YR.....	3.87	2.35	1.85	1.54	0.47	0.42	2.82	2.64	1.79	1.84	1.05	4.32	1.55	1.92			

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.

TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
TABLE 4: TENNESSEE PERSONAL INCOME BY COMPONENTS
SEASONALLY ADJUSTED ANNUAL RATES
MILLIONS OF CURRENT DOLLARS

	HISTORICAL - DATA														ANNUAL	
	1998Q4	1999Q1	1999Q2	1999Q3	1999Q4	2000Q1	2000Q2	2000Q3	2000Q4	2001Q1	2001Q2	1998	1999	2000		
TOTAL PERSONAL INCOME.....	136450	136661	139152	141255	143307	145563	148150	150104	150900	153321	154829	133616	140094	148679		
% CHG PREV QTR SAAR.....	5.41	0.62	7.49	6.18	5.94	6.45	7.30	5.38	2.14	6.57	3.99	6.50	4.85	6.13		
% CHG SAME QTR LAST YR.....	6.12	4.85	4.62	4.90	5.03	6.51	6.47	6.26	5.30	5.33	4.51	6.50	4.85	6.13		
WAGES AND SALARIES.....	78599	78782	80590	82128	82996	83722	85212	86537	86784	88273	89317	76893	81124	85564		
% CHG PREV QTR SAAR.....	6.23	0.93	9.50	7.86	4.30	3.55	7.31	6.37	1.15	7.04	4.81	6.61	5.50	5.47		
% CHG SAME QTR LAST YR.....	5.87	5.14	5.18	6.08	5.59	6.27	5.74	5.37	4.56	5.44	4.82	6.61	5.50	5.47		
OTHER LABOR INCOME.....	8570	8609	8750	8847	8881	8907	9010	9137	9159	9299	9230	8492	8772	9053		
% CHG PREV QTR SAAR.....	3.00	1.83	6.71	4.51	1.55	1.18	4.71	5.76	0.97	6.26	-2.95	0.62	3.29	3.21		
% CHG SAME QTR LAST YR.....	2.49	2.63	2.89	4.00	3.63	3.46	2.97	3.28	3.13	4.40	2.44	0.62	3.29	3.21		
PROPRIETORS INCOME.....	13171	13019	13438	13496	13996	14483	14681	14802	14818	15076	15567	12745	13487	14696		
% CHG PREV QTR SAAR.....	13.73	-4.54	13.51	1.74	15.66	14.66	5.58	3.34	0.43	7.15	13.68	5.82	5.82	8.96		
% CHG SAME QTR LAST YR.....	6.92	4.43	6.74	5.82	6.26	11.25	9.25	9.68	5.87	4.09	6.03	5.82	5.82	8.96		
RENT INTEREST DIVIDENDS.....	22280	22214	22379	22711	23215	23765	24143	24390	24610	24546	24715	21760	22630	24227		
% CHG PREV QTR SAAR.....	1.67	-1.18	3.00	6.07	9.18	9.82	6.52	4.16	3.66	-1.04	2.78	11.88	4.00	7.06		
% CHG SAME QTR LAST YR.....	9.92	6.23	3.32	2.36	4.20	6.98	7.88	7.39	6.01	3.29	2.37	11.88	4.00	7.06		
TRANSFER PAYMENTS.....	20843	21233	21411	21613	21782	22273	22797	23017	23280	24070	23951	20621	21510	22842		
% CHG PREV QTR SAAR.....	2.44	7.70	3.40	3.83	3.16	9.33	9.75	3.92	4.65	14.28	-1.96	3.67	4.31	6.19		
% CHG SAME QTR LAST YR.....	3.90	4.13	4.29	4.32	4.51	4.90	6.47	6.50	6.88	8.07	5.06	3.67	4.31	6.19		
LESS: PERS CONT FOR SOC INS.....	6086	6187	6331	6428	6456	6521	6598	6667	6661	6840	6842	5984	6351	6612		
% CHG PREV QTR SAAR.....	5.09	6.81	9.64	6.27	1.75	4.09	4.81	4.25	-0.36	11.19	0.10	5.09	6.13	4.11		
% CHG SAME QTR LAST YR.....	4.52	5.47	6.03	6.94	6.08	5.40	4.22	3.72	3.18	4.89	3.69	5.09	6.13	4.11		
RESIDENCE ADJUSTMENT.....	-927	-1009	-1085	-1112	-1107	-1066	-1095	-1112	-1090	-1103	-1108	-911	-1078	-1091		
% CHG PREV QTR SAAR.....	6.28	40.36	33.71	10.33	-1.79	-14.01	11.33	6.36	-7.68	4.86	1.83	14.02	18.36	1.16		
% CHG SAME QTR LAST YR.....	9.06	14.53	17.55	21.80	19.42	5.65	0.92	0.00	-1.54	3.47	1.19	14.02	18.36	1.16		
PER CAPITA PERSONAL INCOME (\$)...	25029	25009	25406	25602	25657	25742	26748	26903	26708	26806	27635	24596	25418	26525		
% CHG PREV QTR SAAR.....	4.44	-0.31	6.50	3.12	0.86	1.35	16.56	2.34	-2.86	1.47	12.97	5.42	3.34	4.35		
% CHG SAME QTR LAST YR.....	5.09	3.85	3.64	3.40	2.51	2.93	5.28	5.08	4.10	4.13	3.32	5.42	3.34	4.35		

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.

TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
 TABLE 5: TENNESSEE NONAGRICULTURAL EMPLOYMENT BY SECTOR
 THOUSANDS OF JOBS

	HISTORICAL - DATA														ANNUAL		
	199804	199901	199902	199903	199904	200001	200002	200003	200004	200101	200102	1998	1999	2000			
TOTAL NONAGRICULTURAL.....	2683.7	2628.4	2683.2	2698.4	2731.7	2688.7	2738.0	2748.0	2775.3	2721.0	2760.4	2638.5	2685.4	2737.5			
% CHG SAME QTR LAST YR....	2.00	1.76	1.63	1.94	1.79	2.30	2.04	1.84	1.60	1.20	0.82	2.11	1.78	1.94			
MINING.....	4.3	4.2	4.3	4.4	4.2	4.2	4.2	4.2	4.1	4.1	4.1	4.3	4.3	4.2			
% CHG SAME QTR LAST YR....	-4.41	-2.33	0.78	0.00	-3.08	-0.79	-3.85	-4.55	-2.38	-1.60	-1.60	-4.76	-1.15	-2.92			
CONSTRUCTION.....	123.2	115.4	125.2	128.1	125.4	122.1	127.7	130.4	128.2	124.7	131.2	120.9	123.5	127.1			
% CHG SAME QTR LAST YR....	2.10	2.25	2.34	2.21	1.79	5.81	2.02	1.80	2.23	2.13	2.74	2.42	2.14	2.90			
MANUFACTURING.....	511.7	508.0	510.7	513.1	512.6	509.0	510.6	508.9	505.0	496.5	491.7	514.7	511.1	508.4			
% CHG SAME QTR LAST YR....	-1.75	-1.96	-1.59	0.58	0.18	0.20	-0.01	-0.81	-1.48	-2.46	-3.70	-0.55	-0.71	-0.53			
DURABLE GOODS.....	295.1	296.6	299.3	301.6	303.1	302.9	303.3	301.7	299.4	293.9	290.8	292.8	300.2	301.8			
% CHG SAME QTR LAST YR....	1.56	1.82	1.94	3.68	2.71	2.12	1.34	0.01	-1.22	-2.98	-4.13	1.53	2.54	0.55			
NONDURABLE GOODS.....	216.6	211.4	211.4	211.4	209.5	206.1	207.3	207.2	205.6	202.6	201.0	222.0	210.9	206.6			
% CHG SAME QTR LAST YR....	-5.94	-6.80	-6.18	-3.54	-3.28	-2.49	-1.92	-1.99	-1.85	-1.70	-3.07	-3.18	-4.98	-2.06			
TRADE.....	635.8	614.6	626.1	633.7	649.0	627.1	641.5	647.5	663.5	641.3	654.0	620.5	630.8	644.9			
% CHG SAME QTR LAST YR....	1.37	1.70	1.24	1.65	2.07	2.03	2.45	2.19	2.24	2.26	1.95	1.69	1.67	2.23			
SERVICES.....	712.9	695.9	722.5	734.1	735.2	719.8	744.5	756.8	757.8	741.9	765.1	703.4	721.9	744.7			
% CHG SAME QTR LAST YR....	2.80	1.98	2.40	2.98	3.14	3.43	3.05	3.09	3.06	3.07	2.76	3.08	2.63	3.16			
FIN,INS,REAL EST.....	130.4	129.8	131.7	132.4	130.8	130.4	131.1	131.8	131.1	129.8	130.9	126.7	131.2	131.1			
% CHG SAME QTR LAST YR....	7.15	6.19	4.64	3.01	0.33	0.51	-0.41	-0.45	0.23	-0.49	-0.15	5.50	3.49	-0.03			
TRANS,COMM,PUB UTIL.....	169.5	167.9	171.7	174.0	176.1	173.7	178.1	179.5	179.8	179.4	182.9	162.3	172.4	177.8			
% CHG SAME QTR LAST YR....	9.10	8.56	7.76	5.07	3.91	3.49	3.73	3.14	2.10	3.28	2.70	7.60	6.26	3.11			
GOVERNMENT.....	395.9	392.7	391.0	378.6	398.3	402.4	400.3	388.8	405.7	403.3	400.5	385.5	390.2	399.3			
% CHG SAME QTR LAST YR....	2.22	2.23	1.46	0.49	0.61	2.47	2.36	2.70	1.85	0.23	0.05	1.38	1.20	2.34			
FEDERAL,CIVILIAN.....	52.0	51.3	52.0	50.7	51.0	52.1	57.8	56.2	53.6	54.1	55.1	50.8	51.2	54.9			
% CHG SAME QTR LAST YR....	3.11	1.99	1.70	1.47	-1.99	1.56	11.29	10.99	5.17	3.84	-4.67	-1.87	0.77	7.26			
STATE AND LOCAL.....	343.9	341.4	339.1	327.9	347.3	350.3	342.4	332.6	352.1	349.2	345.3	334.7	338.9	344.4			
% CHG SAME QTR LAST YR....	2.09	2.27	1.43	0.34	1.01	2.61	0.99	1.42	1.36	-0.30	0.85	1.89	1.26	1.60			

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.

TABLE 6: TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
TENNESSEE DURABLE GOODS MANUFACTURING EMPLOYMENT
THOUSANDS OF JOBS

	HISTORICAL - DATA														ANNUAL		
	199804	199901	199902	199903	199904	200001	200002	200003	200004	200101	200102	1998	1999	2000			
TOTAL DURABLE GOODS.....	295.1	296.6	299.3	301.6	303.1	302.9	303.3	301.7	299.4	293.9	290.8	292.8	300.2	301.8			
% CHG SAME QTR LAST YR.....	1.56	1.82	1.94	3.68	2.71	2.12	1.34	0.01	-1.22	-2.98	-4.13	1.53	2.54	0.55			
LUMBER AND WOOD.....	23.4	23.7	23.4	24.1	23.7	23.8	24.1	24.2	23.7	22.9	22.9	23.2	23.7	24.0			
% CHG SAME QTR LAST YR.....	1.59	4.11	0.86	2.85	1.14	0.70	3.28	0.69	0.28	-3.92	-4.97	3.19	2.23	1.23			
FURNITURE AND FIXTURES.....	27.4	27.0	27.5	27.7	27.6	27.3	27.6	27.2	26.7	25.8	25.2	27.1	27.4	27.2			
% CHG SAME QTR LAST YR.....	0.12	-0.12	1.23	3.88	0.73	1.23	0.49	-1.81	-3.26	-5.61	-8.70	-1.10	1.42	-0.85			
STONE,CLAY AND GLASS.....	16.1	16.1	16.7	16.9	16.9	16.9	16.9	17.1	17.0	16.9	16.9	16.2	16.7	17.0			
% CHG SAME QTR LAST YR.....	-0.21	-0.21	2.24	3.89	5.19	4.75	1.20	0.98	0.59	0.00	0.20	-1.37	2.77	1.85			
PRIMARY METALS.....	17.8	18.0	18.0	18.1	18.0	17.9	17.9	17.8	17.4	17.0	16.7	17.7	18.0	17.8			
% CHG SAME QTR LAST YR.....	1.52	1.51	1.12	2.46	0.94	-0.37	-0.92	-1.48	-2.97	-4.84	-6.34	3.90	1.50	-1.43			
FABRICATED METALS.....	46.4	46.6	46.6	47.2	48.0	47.6	47.5	47.3	47.0	46.3	45.8	45.4	47.1	47.4			
% CHG SAME QTR LAST YR.....	4.11	3.94	3.33	4.34	3.38	2.29	1.86	0.14	-1.95	-2.87	-3.51	3.73	3.75	0.57			
NONELECTRICAL MACHINERY.....	48.1	48.8	49.1	49.3	50.8	51.7	51.7	51.2	51.7	51.0	49.6	47.2	49.5	51.6			
% CHG SAME QTR LAST YR.....	7.53	4.65	2.72	6.86	5.69	5.94	5.29	3.92	1.77	-1.42	-4.06	3.99	4.96	4.21			
ELECTRICAL MACHINERY.....	41.4	41.0	41.4	41.7	41.5	40.6	41.0	40.4	39.4	38.6	38.2	40.4	41.4	40.3			
% CHG SAME QTR LAST YR.....	2.39	3.10	3.42	2.71	0.40	-0.98	-0.89	-3.19	-5.14	-5.01	-6.75	0.73	2.39	-2.56			
TRANSPORTATION EQUIPMENT.....	53.0	53.9	54.7	54.9	55.5	55.5	55.1	55.1	55.2	54.3	54.1	53.5	54.8	55.2			
% CHG SAME QTR LAST YR.....	-2.57	-0.68	1.80	4.11	4.59	3.03	0.73	0.30	-0.48	-2.22	-1.93	0.09	2.43	0.88			
INSTRUMENTS.....	10.9	10.8	10.8	10.8	10.6	10.8	10.8	10.7	10.7	10.7	10.7	11.2	10.8	10.8			
% CHG SAME QTR LAST YR.....	-2.97	-3.85	-4.14	-4.14	-2.45	0.00	0.00	-0.62	0.31	-1.23	-0.62	1.82	-3.65	-0.08			
MISCELLANEOUS.....	10.7	10.8	11.1	10.9	10.6	10.7	10.7	10.6	10.5	10.5	10.5	10.9	10.8	10.6			
% CHG SAME QTR LAST YR.....	-4.76	-1.82	-0.60	0.00	-0.94	-0.93	-3.90	-2.75	-0.32	-1.88	-1.56	-3.67	-0.84	-2.00			

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.

TABLE 7: TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
TENNESSEE NONDURABLE GOODS MANUFACTURING EMPLOYMENT
THOUSANDS OF JOBS

	HISTORICAL - DATA														ANNUAL		
	199804	199901	199902	199903	199904	200001	200002	200003	200004	200101	200102	1998	1999	2000			
TOTAL NONDURABLE GOODS.....	216.6	211.4	211.4	211.4	209.5	206.1	207.3	207.2	205.6	202.6	201.0	222.0	210.9	206.6			
% CHG SAME QTR LAST YR.....	-5.94	-6.80	-6.18	-3.54	-3.28	-2.49	-1.92	-1.99	-1.85	-1.70	-3.07	-3.18	-4.98	-2.06			
FOOD.....	38.0	37.7	38.0	38.8	38.9	38.9	39.4	39.8	39.9	39.9	40.3	37.3	38.4	39.5			
% CHG SAME QTR LAST YR.....	3.08	3.48	1.51	3.28	2.55	3.09	3.60	2.66	2.57	2.66	2.46	4.14	2.70	2.98			
TOBACCO.....	1.1	1.3	1.0	1.0	1.0	1.2	1.1	1.0	1.0	1.1	1.0	1.2	1.1	1.1			
% CHG SAME QTR LAST YR.....	0.00	-2.56	-8.82	-9.09	-8.82	-5.26	6.45	0.00	0.00	-8.33	-6.06	4.48	-7.14	0.00			
TEXTILES.....	16.8	16.4	16.5	16.0	15.8	15.7	15.8	15.6	15.5	15.0	14.6	17.6	16.2	15.6			
% CHG SAME QTR LAST YR.....	-8.36	-9.71	-7.84	-7.87	-5.75	-4.67	-4.05	-2.29	-2.32	-4.47	-7.81	-5.39	-7.83	-3.35			
APPAREL.....	29.6	27.8	26.5	25.5	24.5	23.0	22.3	21.6	21.0	20.2	19.7	33.1	26.1	22.0			
% CHG SAME QTR LAST YR.....	-22.17	-23.93	-24.41	-18.53	-17.12	-17.29	-16.08	-15.16	-14.54	-12.05	-11.68	-13.29	-21.26	-15.81			
PAPER.....	21.7	21.7	22.2	22.6	22.0	21.4	21.7	22.1	21.6	21.1	21.2	21.9	22.1	21.7			
% CHG SAME QTR LAST YR.....	-3.69	-0.46	1.37	1.80	1.23	-1.54	-2.11	-2.22	-1.67	-1.25	-2.15	-0.64	0.99	-1.88			
PRINTING AND PUBLISHING.....	39.6	38.3	38.5	39.0	38.6	38.0	38.6	38.5	38.5	38.2	37.7	39.3	38.6	38.4			
% CHG SAME QTR LAST YR.....	1.63	-2.38	-2.20	-0.76	-2.36	-0.61	0.17	-1.20	-0.35	0.35	-2.16	1.81	-1.93	-0.50			
CHEMICALS.....	31.0	30.0	29.9	29.7	29.3	28.5	28.6	28.6	28.5	28.5	28.3	32.6	29.7	28.5			
% CHG SAME QTR LAST YR.....	-11.35	-12.04	-10.58	-7.39	-5.49	-4.89	-4.24	-3.71	-2.51	0.00	-0.93	-8.70	-8.97	-3.85			
PETROLEUM REFINING.....	1.0	1.0	1.1	1.1	1.0	1.1	1.3	1.3	1.3	1.3	1.3	1.0	1.0	1.2			
% CHG SAME QTR LAST YR.....	-3.13	-3.33	3.12	0.00	0.00	13.79	18.18	18.18	22.58	18.18	0.00	0.80	0.00	18.25			
RUBBER AND PLASTICS.....	34.5	34.2	34.6	34.7	35.0	35.3	35.5	35.7	35.4	34.5	33.8	34.5	34.6	35.5			
% CHG SAME QTR LAST YR.....	-0.86	-2.01	-0.48	2.26	1.55	3.22	2.70	2.79	0.95	-2.27	-4.97	0.75	0.31	2.41			
LEATHER.....	3.3	3.1	3.1	3.1	3.2	3.1	3.1	3.0	2.9	2.9	3.0	3.3	3.1	3.0			
% CHG SAME QTR LAST YR.....	-9.26	-8.74	-6.00	-6.93	-3.06	0.00	-1.06	-3.19	-8.42	-7.45	-3.23	-12.04	-6.22	-3.18			

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.

TABLE 8: TENNESSEE NONAGRICULTURAL EMPLOYMENT BY SECTOR
THOUSANDS OF SEASONALLY ADJUSTED JOBS

	HISTORICAL - DATA												ANNUAL		
	199804	199901	199902	199903	199904	200001	200002	200003	200004	200101	200102	1998	1999	2000	
TOTAL NONAGRICULTURAL.....	2655.4	2663.5	2676.4	2692.0	2705.5	2725.4	2733.3	2749.3	2750.6	2750.6	2757.7	2637.2	2684.4	2739.7	
% CHG PREV QTR SAAR.....	1.96	1.22	1.95	2.36	2.02	2.97	1.16	2.36	0.19	0.00	1.03	2.06	1.79	2.06	
% CHG SAME QTR LAST YR....	1.99	1.76	1.64	1.87	1.89	2.32	2.13	2.13	1.67	0.93	0.89	2.06	1.79	2.06	
MINING.....	4.3	4.3	4.3	4.3	4.2	4.3	4.1	4.1	4.1	4.2	4.1	4.3	4.3	4.2	
% CHG PREV QTR SAAR.....	0.00	0.00	0.00	0.00	-8.98	6.50	-11.93	0.00	-3.19	6.66	-9.26	-4.95	-0.97	-2.73	
% CHG SAME QTR LAST YR....	-4.44	-2.27	0.78	0.00	-2.33	-0.78	-3.88	-3.88	-2.38	-2.34	-1.61	-4.95	-0.97	-2.73	
CONSTRUCTION.....	122.2	121.7	124.0	124.1	125.1	128.3	126.4	126.3	126.8	131.8	130.1	121.0	123.7	126.9	
% CHG PREV QTR SAAR.....	3.34	-1.41	7.77	0.11	3.26	10.75	-5.79	-0.42	1.70	16.61	-4.96	2.59	2.29	2.60	
% CHG SAME QTR LAST YR....	2.23	2.01	2.37	2.39	2.37	5.39	1.91	1.77	1.39	2.70	2.93	2.59	2.29	2.60	
MANUFACTURING.....	510.4	509.0	509.2	512.9	511.7	510.3	510.2	510.5	504.8	496.8	491.1	514.3	510.7	508.9	
% CHG PREV QTR SAAR.....	0.03	-1.09	0.18	2.91	-0.96	-1.06	-0.08	0.26	-4.44	-6.19	-4.49	-0.65	-0.70	-0.34	
% CHG SAME QTR LAST YR....	-1.77	-1.95	-1.56	0.50	0.25	0.26	0.19	-0.46	-1.35	-2.65	-3.74	-0.65	-0.70	-0.34	
DURABLE GOODS.....	294.5	296.2	298.4	302.5	302.6	302.8	303.1	299.5	293.5	293.5	290.0	292.5	299.9	302.1	
% CHG PREV QTR SAAR.....	3.28	2.38	2.91	5.70	0.13	0.22	0.04	0.31	-4.58	-7.82	-4.69	1.42	2.54	0.71	
% CHG SAME QTR LAST YR....	1.53	1.86	1.99	3.56	2.76	2.22	1.50	0.18	-1.02	-3.07	-4.24	1.42	2.54	0.71	
NONDURABLE GOODS.....	215.9	212.8	210.9	210.4	209.0	207.5	207.4	207.5	205.2	203.3	201.1	221.8	210.8	206.9	
% CHG PREV QTR SAAR.....	-4.21	-5.68	-3.52	-0.95	-2.51	-2.90	-0.26	0.19	-4.24	-3.78	-4.20	-3.25	-4.98	-1.83	
% CHG SAME QTR LAST YR....	-5.94	-6.80	-6.18	-3.60	-3.18	-2.48	-1.66	-1.38	-1.82	-2.04	-3.02	-3.25	-4.98	-1.83	
TRADE.....	622.9	626.7	627.3	632.0	635.9	639.2	642.6	646.4	650.9	653.5	656.3	620.1	630.5	644.8	
% CHG PREV QTR SAAR.....	0.52	2.46	0.38	3.07	2.47	2.07	2.14	2.39	2.86	1.61	1.68	1.59	1.66	2.27	
% CHG SAME QTR LAST YR....	1.28	1.70	1.26	1.60	2.09	1.99	2.44	2.27	2.36	2.25	2.13	1.59	1.66	2.27	
SERVICES.....	708.5	711.3	718.0	724.9	731.8	736.9	740.4	751.8	755.2	752.9	761.3	702.9	721.5	746.1	
% CHG PREV QTR SAAR.....	2.29	1.61	3.78	3.90	3.90	2.80	1.90	6.34	1.79	-1.20	4.52	3.04	2.65	3.40	
% CHG SAME QTR LAST YR....	2.80	2.00	2.39	2.89	3.29	3.59	3.12	3.72	3.19	2.17	2.82	3.04	2.65	3.40	
FIN, INS, REAL EST.....	130.3	130.8	131.4	131.5	131.0	131.4	131.0	131.3	131.3	130.5	130.8	126.7	131.2	131.2	
% CHG PREV QTR SAAR.....	8.51	1.44	1.85	0.20	-1.31	1.12	-1.31	0.92	0.00	-2.42	0.92	5.48	3.51	0.04	
% CHG SAME QTR LAST YR....	7.15	6.11	4.62	2.95	0.54	0.46	-0.33	-0.15	0.18	-0.71	-0.15	5.48	3.51	0.04	
TRANS, COMM, PUB UTIL.....	167.6	170.2	172.3	173.1	174.6	176.1	178.4	178.7	179.0	181.3	182.7	162.2	172.6	178.1	
% CHG PREV QTR SAAR.....	7.58	6.35	5.03	1.79	3.67	3.48	5.17	0.82	0.52	5.32	3.12	7.62	6.37	3.19	
% CHG SAME QTR LAST YR....	9.14	8.57	7.73	5.17	4.20	3.49	3.52	3.27	2.48	2.93	2.43	7.62	6.37	3.19	
GOVERNMENT.....	389.3	389.5	389.9	389.3	391.2	398.9	400.3	400.2	398.6	399.7	401.4	385.6	390.0	399.5	
% CHG PREV QTR SAAR.....	1.42	0.21	0.45	-0.58	1.93	8.14	1.38	-0.13	-1.52	1.11	1.68	1.35	1.13	2.44	
% CHG SAME QTR LAST YR....	2.26	2.22	1.47	0.37	0.50	2.43	2.67	2.78	1.90	0.20	0.27	1.35	1.13	2.44	
FEDERAL, CIVILIAN.....	52.2	51.3	51.4	51.1	51.1	52.1	57.2	56.5	54.1	53.9	54.4	50.8	51.2	55.0	
% CHG PREV QTR SAAR.....	16.59	-6.96	1.04	-2.82	0.00	8.07	45.66	-4.58	-16.34	-1.23	4.02	-1.98	0.75	7.32	
% CHG SAME QTR LAST YR....	2.89	1.99	1.78	1.59	-2.23	1.49	11.21	10.70	5.87	3.52	-4.84	-1.98	0.75	7.32	
STATE AND LOCAL.....	337.0	338.2	338.5	338.3	340.1	346.9	343.1	343.6	344.6	345.8	347.0	334.8	338.8	344.5	
% CHG PREV QTR SAAR.....	-0.71	1.35	0.36	-0.24	2.23	8.16	-4.27	0.62	1.09	1.48	1.32	1.88	1.19	1.71	
% CHG SAME QTR LAST YR....	2.16	2.26	1.43	0.19	0.92	2.57	1.37	1.59	1.30	-0.30	1.13	1.88	1.19	1.71	
STATISTICAL DISCREPANCY.....	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.

TABLE 9: TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
TENNESSEE DURABLE GOODS MANUFACTURING EMPLOYMENT
THOUSANDS OF SEASONALLY ADJUSTED JOBS

	HISTORICAL - DATA												ANNUAL		
	199804	199901	199902	199903	199904	200001	200002	200003	200004	200101	200102	1998	1999	2000	
TOTAL DURABLE GOODS.....	294.5	296.2	298.4	302.5	302.6	302.8	302.8	303.1	299.5	293.5	290.0	292.5	299.9	302.1	
% CHG PREV QTR SAAR.....	3.28	2.38	2.91	5.70	0.13	0.22	0.04	0.31	-4.58	-7.82	-4.69	1.42	2.54	0.71	
% CHG SAME QTR LAST YR.....	1.53	1.86	1.99	3.56	2.76	2.22	1.50	0.18	-1.02	-3.07	-4.24	1.42	2.54	0.71	
LUMBER AND WOOD.....	23.4	23.9	23.4	23.8	23.7	24.0	24.1	24.1	23.8	23.1	22.9	23.2	23.7	24.0	
% CHG PREV QTR SAAR.....	4.69	8.22	-7.07	7.00	-1.67	4.57	2.24	-0.55	-5.42	-10.76	-3.98	3.12	2.41	1.19	
% CHG SAME QTR LAST YR.....	1.74	4.07	1.15	3.03	1.42	0.56	2.99	1.12	0.14	-3.75	-5.25	3.12	2.41	1.19	
FURNITURE AND FIXTURES.....	27.3	27.1	27.3	27.7	27.5	27.5	27.4	27.3	26.7	25.9	25.1	27.0	27.4	27.2	
% CHG PREV QTR SAAR.....	8.22	-2.42	3.49	5.98	-3.79	0.00	-1.45	-0.49	-8.50	-11.90	-12.26	-1.40	1.42	-0.67	
% CHG SAME QTR LAST YR.....	0.00	0.00	1.23	3.74	0.73	1.35	0.12	-1.44	-2.67	-5.70	-8.40	-1.40	1.42	-0.67	
STONE,CLAY AND GLASS.....	16.1	16.3	16.6	16.8	16.9	17.1	16.8	17.0	17.0	17.0	16.8	16.2	16.6	17.0	
% CHG PREV QTR SAAR.....	-0.82	4.20	7.57	4.91	2.40	4.82	-6.09	4.84	-0.78	0.79	-4.61	-1.52	2.67	2.05	
% CHG SAME QTR LAST YR.....	-0.21	-0.20	2.26	3.92	4.75	4.91	1.41	1.39	0.59	-0.39	0.00	-1.52	2.67	2.05	
PRIMARY METALS.....	17.8	17.9	18.0	18.1	18.0	17.9	17.9	17.9	17.4	16.9	16.7	17.7	18.0	17.8	
% CHG PREV QTR SAAR.....	3.05	2.27	2.25	2.24	-2.91	-2.21	0.00	1.50	-11.38	-10.30	-6.15	3.65	1.50	-1.25	
% CHG SAME QTR LAST YR.....	1.71	1.51	1.12	2.45	0.94	-0.19	-0.74	-0.92	-3.15	-5.22	-6.72	3.65	1.50	-1.25	
FABRICATED METALS.....	46.0	46.4	46.8	47.3	47.5	47.6	47.7	47.4	46.7	46.3	45.9	45.3	47.0	47.4	
% CHG PREV QTR SAAR.....	5.08	3.52	3.49	4.34	1.99	0.28	1.13	-2.22	-5.77	-3.66	-3.13	3.54	3.69	0.74	
% CHG SAME QTR LAST YR.....	4.07	3.96	3.39	4.11	3.33	2.51	1.92	0.28	-1.68	-2.66	-3.70	3.54	3.69	0.74	
NONELECTRICAL MACHINERY.....	48.5	47.9	48.7	50.5	51.0	50.9	51.3	51.9	52.1	50.3	49.1	47.2	49.5	51.5	
% CHG PREV QTR SAAR.....	9.61	-4.86	6.85	15.32	4.29	-0.78	3.18	5.03	1.03	-12.90	-8.96	4.16	4.89	4.11	
% CHG SAME QTR LAST YR.....	7.22	4.89	3.03	6.47	5.15	6.26	5.34	2.91	2.09	-1.18	-4.22	4.16	4.89	4.11	
ELECTRICAL MACHINERY.....	41.0	41.4	41.6	41.6	41.1	41.0	41.2	40.3	39.4	38.7	38.1	40.5	41.4	40.5	
% CHG PREV QTR SAAR.....	5.38	3.96	2.28	-0.32	-4.42	-0.65	1.96	-9.05	-8.02	-7.23	-6.06	0.66	2.37	-2.21	
% CHG SAME QTR LAST YR.....	2.50	3.16	3.23	2.80	0.33	-0.81	-0.88	-3.13	-4.06	-5.69	-7.60	0.66	2.37	-2.21	
TRANSPORTATION EQUIPMENT.....	52.8	53.8	54.3	55.1	55.5	55.4	55.1	55.7	55.1	54.1	54.2	53.3	54.7	55.3	
% CHG PREV QTR SAAR.....	-2.23	7.80	3.94	6.27	3.02	-1.12	-1.96	4.27	-4.14	-6.94	1.06	-0.05	2.52	1.17	
% CHG SAME QTR LAST YR.....	-2.66	-0.71	1.75	3.87	5.24	2.99	1.50	1.02	-0.78	-2.28	-1.53	-0.05	2.52	1.17	
INSTRUMENTS.....	10.9	10.8	10.7	10.8	10.7	10.8	10.8	10.8	10.7	10.7	10.8	11.1	10.7	10.8	
% CHG PREV QTR SAAR.....	-10.33	-4.77	-4.43	2.58	-0.43	2.10	-0.97	-0.47	-0.55	-3.12	3.46	1.68	-3.59	0.20	
% CHG SAME QTR LAST YR.....	-2.88	-3.99	-4.19	-4.34	-1.81	-0.08	0.81	0.05	0.02	-1.28	-0.20	1.68	-3.59	0.20	
MISCELLANEOUS.....	10.7	10.8	10.9	10.9	10.7	10.7	10.5	10.6	10.6	10.5	10.4	10.9	10.8	10.6	
% CHG PREV QTR SAAR.....	-4.82	3.78	3.74	-2.42	-7.16	1.26	-6.09	2.56	-1.25	-3.73	-2.52	-3.96	-0.76	-2.08	
% CHG SAME QTR LAST YR.....	-4.73	-1.81	-0.61	0.00	-0.62	-1.23	-3.66	-2.45	-0.94	-2.18	-1.27	-3.96	-0.76	-2.08	
STATISTICAL DISCREPANCY.....	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.

TABLE 10: TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
 TENNESSEE NONDURABLE GOODS MANUFACTURING EMPLOYMENT
 THOUSANDS OF SEASONALLY ADJUSTED JOBS

	HISTORICAL - DATA												ANNUAL		
	199804	199901	199902	199903	199904	200001	200002	200003	200004	200101	200102	1998	1999	2000	
TOTAL NONDURABLE GOODS.....	215.9	212.8	210.9	210.4	209.0	207.5	207.4	207.5	205.2	203.3	201.1	221.8	210.8	206.9	
% CHG PREV QTR SAAR.....	-4.21	-5.68	-3.52	-0.95	-2.51	-2.90	-0.26	0.19	-4.24	-3.78	-4.20	-3.25	-4.98	-1.83	
% CHG SAME QTR LAST YR.....	-5.94	-6.80	-6.18	-3.60	-3.18	-2.48	-1.66	-1.38	-1.82	-2.04	-3.02	-3.25	-4.98	-1.83	
FOOD.....	37.8	38.0	38.0	38.4	38.8	39.2	39.4	39.9	39.8	40.1	40.4	37.3	38.3	39.6	
% CHG PREV QTR SAAR.....	5.85	2.13	0.35	4.27	3.51	4.55	2.06	4.82	-0.33	3.05	2.35	4.02	2.63	3.31	
% CHG SAME QTR LAST YR.....	2.90	3.45	1.42	3.13	2.56	3.16	3.59	3.73	2.75	2.38	2.45	4.02	2.63	3.31	
TOBACCO.....	1.1	1.1	1.1	1.1	1.0	1.1	1.1	1.0	1.0	1.0	1.1	1.2	1.1	1.1	
% CHG PREV QTR SAAR.....	-29.39	12.68	-11.26	0.00	-22.13	13.54	27.44	-30.89	0.00	0.00	13.54	5.26	-6.43	-2.29	
% CHG SAME QTR LAST YR.....	0.00	-2.86	-8.33	-8.33	-6.06	-5.88	3.03	-6.06	0.00	-3.13	-5.88	5.26	-6.43	-2.29	
TEXTILES.....	17.0	16.5	16.3	16.0	15.9	15.7	15.7	15.6	15.5	15.1	14.5	17.6	16.2	15.6	
% CHG PREV QTR SAAR.....	-8.88	-11.26	-3.98	-8.68	-1.66	-4.13	-1.68	-1.69	-3.38	-9.95	-15.00	-5.42	-8.10	-3.45	
% CHG SAME QTR LAST YR.....	-8.44	-9.67	-7.89	-8.24	-6.47	-4.65	-4.08	-2.30	-2.73	-4.24	-7.66	-5.42	-8.10	-3.45	
APPAREL.....	29.4	27.8	26.2	25.7	24.4	23.2	22.2	22.0	20.8	20.4	19.5	33.0	26.0	22.0	
% CHG PREV QTR SAAR.....	-21.83	-19.67	-21.49	-7.42	-18.30	-18.71	-16.16	-3.56	-20.10	-7.47	-15.94	-13.49	-21.13	-15.33	
% CHG SAME QTR LAST YR.....	-22.22	-23.95	-24.71	-17.80	-16.89	-16.65	-15.27	-14.40	-14.87	-12.07	-12.01	-13.49	-21.13	-15.33	
PAPER.....	21.7	22.2	22.1	22.1	22.0	21.8	21.7	21.8	21.7	21.4	21.4	21.9	22.1	21.7	
% CHG PREV QTR SAAR.....	-0.61	10.22	-1.20	-0.60	-1.80	-4.18	-0.61	1.23	-2.42	-5.42	0.00	-0.72	1.03	-1.66	
% CHG SAME QTR LAST YR.....	-3.85	-0.60	1.37	1.84	1.54	-1.95	-1.81	-1.36	-1.52	-1.84	-1.69	-0.72	1.03	-1.66	
PRINTING AND PUBLISHING.....	39.3	38.5	38.6	38.7	38.4	38.3	38.8	38.6	38.4	38.1	37.8	39.3	38.6	38.5	
% CHG PREV QTR SAAR.....	2.41	-8.21	1.04	1.39	-3.06	-1.04	4.60	-2.05	-1.72	-3.43	-2.43	1.83	-1.95	-0.13	
% CHG SAME QTR LAST YR.....	1.64	-2.37	-2.20	-0.94	-2.29	-0.43	0.43	-0.43	-0.09	-0.70	-2.41	1.83	-1.95	-0.13	
CHEMICALS.....	30.9	30.2	29.7	29.6	29.2	28.6	28.6	28.6	28.5	28.5	28.3	32.6	29.7	28.6	
% CHG PREV QTR SAAR.....	-13.05	-9.00	-5.50	-2.61	-4.47	-7.91	-0.91	-0.06	-0.90	0.70	-2.68	-8.71	-8.97	-3.77	
% CHG SAME QTR LAST YR.....	-11.19	-11.95	-10.49	-7.62	-5.42	-5.14	-4.01	-3.39	-2.50	-0.30	-0.74	-8.71	-8.97	-3.77	
PETROLEUM REFINING.....	1.0	1.0	1.1	1.0	1.1	1.2	1.3	1.3	1.3	1.4	1.3	1.0	1.1	1.3	
% CHG PREV QTR SAAR.....	0.00	0.00	28.41	-22.13	13.54	60.18	24.14	0.00	10.95	34.51	-25.65	0.00	0.79	18.90	
% CHG SAME QTR LAST YR.....	-3.13	-3.13	3.12	0.00	3.23	16.13	15.15	22.58	21.87	16.67	2.63	0.00	0.79	18.90	
RUBBER AND PLASTICS.....	34.5	34.3	34.5	34.6	35.0	35.2	35.5	35.7	35.3	34.3	33.8	34.5	34.6	35.5	
% CHG PREV QTR SAAR.....	6.42	-2.45	2.64	1.90	4.33	2.65	3.04	2.70	-4.42	-11.01	-5.78	0.74	0.31	2.49	
% CHG SAME QTR LAST YR.....	-0.70	-2.01	-0.33	2.08	1.57	2.87	2.98	3.18	0.94	-2.60	-4.75	0.74	0.31	2.49	
LEATHER.....	3.2	3.1	3.1	3.1	3.2	3.1	3.1	3.0	2.9	2.9	3.0	3.3	3.1	3.0	
% CHG PREV QTR SAAR.....	-15.07	-8.08	0.00	-4.19	8.88	-4.14	0.00	-12.17	-16.46	4.68	9.41	-12.66	-6.00	-2.66	
% CHG SAME QTR LAST YR.....	-9.43	-9.62	-6.00	-7.00	-1.04	0.00	0.00	-2.15	-8.42	-6.38	-4.26	-12.66	-6.00	-2.66	
STATISTICAL DISCREPANCY.....	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	

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TABLE 11: TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
TENNESSEE AVERAGE ANNUAL WAGE AND SALARY RATE BY SECTOR
1996 DOLLARS

	HISTORICAL - DATA																ANNUAL	
	199804	199901	199902	199903	199904	200001	200002	200003	200004	200101	200102	1998	1999	2000				
TOTAL NONAGRICULTURAL.....	27992	28532	28431	28680	28467	28911	28773	28979	28643	29466	29254	28015	28528	28826				
% CHG SAME QTR LAST YR....	2.54	1.77	1.66	2.19	1.70	1.33	1.20	1.04	0.62	1.92	1.67	3.32	1.83	1.05				
MINING.....	46109	44185	40594	43465	40771	38274	44370	40715	38131	40501	42118	45434	42254	40372				
% CHG SAME QTR LAST YR....	22.31	-10.67	-7.02	2.26	-11.58	-13.38	9.30	-6.33	-6.48	5.82	-5.08	5.84	-7.00	-4.45				
CONSTRUCTION.....	31636	33514	32063	31411	32402	34229	32558	31479	31568	33992	32035	31240	32347	32459				
% CHG SAME QTR LAST YR....	2.01	3.66	5.23	2.91	2.42	2.14	1.54	0.22	-2.57	-0.69	-1.61	3.59	3.55	0.34				
MANUFACTURING.....	32444	32526	32865	33711	33832	32949	33552	33758	33714	34129	34504	32326	33233	33493				
% CHG SAME QTR LAST YR....	1.51	2.24	1.94	2.76	4.28	1.30	2.09	0.14	-0.35	3.58	2.84	2.05	2.81	0.78				
DURABLE GOODS.....	32856	32969	33379	34449	34571	33203	34030	34172	34258	34331	34703	32965	33842	33916				
% CHG SAME QTR LAST YR....	0.10	0.36	1.87	3.18	5.22	0.71	1.95	-0.80	-0.90	3.40	1.98	1.09	2.66	0.22				
NONDURABLE GOODS.....	31881	31903	32136	32657	32763	32576	32852	33155	32922	33835	34216	31488	32365	32876				
% CHG SAME QTR LAST YR....	3.27	4.66	1.85	1.94	2.77	2.11	2.23	1.52	0.48	3.87	4.15	3.23	2.79	1.58				
TRADE.....	21419	22529	22608	22247	21796	22638	22033	22242	21611	22512	22386	21570	22295	22131				
% CHG SAME QTR LAST YR....	3.29	4.00	4.47	3.18	1.76	0.48	-2.54	-0.02	-0.85	-0.56	1.60	4.74	3.36	-0.74				
SERVICES.....	26940	27551	26868	26844	27049	28025	27337	26886	27014	27689	28040	26870	27078	27315				
% CHG SAME QTR LAST YR....	3.55	1.37	0.62	0.69	0.41	1.72	1.74	0.16	-0.13	-1.20	2.57	3.80	0.77	0.88				
FIN, INS, REAL EST.....	39572	36866	38890	38921	40371	39772	42109	44402	43490	44338	43259	38848	38717	42444				
% CHG SAME QTR LAST YR....	6.84	-4.77	-0.15	1.49	2.02	8.41	8.28	14.08	7.73	11.48	2.73	6.84	-0.34	9.63				
TRANS, COMM, PUB UTIL.....	35256	35932	35531	36861	35376	36123	36128	36819	37737	39211	35146	35371	35925	36702				
% CHG SAME QTR LAST YR....	-1.73	-0.35	0.48	5.89	0.34	0.53	1.68	-0.11	6.67	8.55	-2.72	1.24	1.56	2.16				
GOVERNMENT.....	26434	27012	26915	27755	26712	26816	27136	28201	27022	27423	28030	26884	27099	27294				
% CHG SAME QTR LAST YR....	0.98	2.25	-0.56	0.50	1.05	-0.73	0.82	1.61	1.16	2.26	3.29	1.69	0.80	0.72				
FEDERAL, CIVILIAN.....	41190	42866	41485	41464	41320	41503	39313	40772	41352	42633	43456	42198	41784	40735				
% CHG SAME QTR LAST YR....	-0.55	0.96	-2.28	-2.88	0.32	-3.18	-5.24	-1.67	0.08	2.72	10.54	2.49	-0.98	-2.51				
STATE AND LOCAL.....	24202	24630	24683	25637	24569	24632	25080	26076	24841	25067	25568	24559	24880	25157				
% CHG SAME QTR LAST YR....	1.28	2.62	-0.14	1.28	1.51	0.01	1.61	1.71	1.11	1.77	1.94	1.85	1.31	1.12				

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.

TABLE 12: TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
TENNESSEE AVERAGE ANNUAL WAGE AND SALARY RATE BY SECTOR
SEASONALLY ADJUSTED 1996 DOLLARS

	HISTORICAL - DATA														ANNUAL		
	199804	199901	199902	199903	199904	200001	200002	200003	200004	200101	200102	1998	1999	2000			
TOTAL NONAGRICULTURAL.....	28291	28156	28503	28748	28742	28522	28822	28964	28900	29149	29283	28027	28537	28802			
% CHG PREV QTR SAAR.....	2.53	-1.88	5.01	3.48	-0.08	-3.03	4.28	1.99	-0.89	3.50	1.85	3.37	1.82	0.93			
% CHG SAME QTR LAST YR....	2.55	1.78	1.65	2.25	1.60	1.30	1.12	0.75	0.55	2.20	1.60	3.37	1.82	0.93			
MINING.....	46467	43157	40909	44476	40771	37377	44728	41372	38131	39853	42463	45575	42328	40402			
% CHG PREV QTR SAAR.....	30.30	-25.59	-19.27	39.71	-29.38	-29.37	105.06	-26.80	-27.84	19.33	28.88	5.99	-7.12	-4.55			
% CHG SAME QTR LAST YR....	22.35	-10.72	-7.03	2.26	-12.26	-13.39	9.33	-6.98	-6.48	6.63	-5.06	5.99	-7.12	-4.55			
CONSTRUCTION.....	31913	31761	32365	32440	32497	32566	32901	32518	31925	32160	32314	31207	32266	32478			
% CHG PREV QTR SAAR.....	4.27	-1.89	7.83	0.93	0.71	0.85	4.18	-4.58	-7.10	2.98	1.93	3.45	3.39	0.66			
% CHG SAME QTR LAST YR....	1.88	3.90	5.20	2.72	1.83	2.54	1.66	0.24	-1.76	-1.25	-1.79	3.45	3.39	0.66			
MANUFACTURING.....	32526	32462	32959	33722	33894	32867	33580	33650	33732	34110	34548	32353	33259	33457			
% CHG PREV QTR SAAR.....	-3.19	-0.79	6.27	9.58	2.06	-11.58	8.97	0.83	0.98	4.56	5.23	2.15	2.80	0.60			
% CHG SAME QTR LAST YR....	1.53	2.23	1.91	2.84	4.21	1.25	1.88	-0.21	-0.48	3.78	2.88	2.15	2.80	0.60			
DURABLE GOODS.....	32927	33014	33484	34347	34628	33217	34082	34014	34247	34378	34795	32993	33868	33890			
% CHG PREV QTR SAAR.....	-3.82	1.06	5.82	10.72	3.32	-15.33	10.83	-0.80	2.77	1.54	4.94	1.20	2.65	0.06			
% CHG SAME QTR LAST YR....	0.13	0.32	1.81	3.30	5.17	0.62	1.79	-0.97	-1.10	3.49	2.09	1.20	2.65	0.06			
NONDURABLE GOODS.....	31980	31693	32217	32823	32831	32356	32847	33118	32981	33724	34193	31518	32391	32825			
% CHG PREV QTR SAAR.....	-2.44	-3.54	6.78	7.74	0.10	-5.66	6.21	3.34	-1.64	9.33	5.68	3.32	2.77	1.34			
% CHG SAME QTR LAST YR....	3.28	4.66	1.85	2.00	2.66	2.09	1.96	0.90	0.46	4.23	4.10	3.32	2.77	1.34			
TRADE.....	21865	22096	22566	22304	22244	22212	21995	22282	22029	22090	22309	21581	22303	22130			
% CHG PREV QTR SAAR.....	4.86	4.31	8.77	-4.56	-1.08	-0.57	-3.84	5.32	-4.46	1.11	4.02	4.84	3.34	-0.78			
% CHG SAME QTR LAST YR....	3.38	4.00	4.44	3.23	1.73	0.52	-2.53	-0.10	-0.96	-0.55	1.43	4.84	3.34	-0.78			
SERVICES.....	27106	26952	27036	27186	27175	27374	27490	27064	27107	27283	28180	26885	27087	27259			
% CHG PREV QTR SAAR.....	1.94	-2.25	1.25	2.23	-0.16	2.96	1.72	-6.06	0.63	2.63	13.81	3.84	0.75	0.63			
% CHG SAME QTR LAST YR....	3.56	1.35	0.63	0.78	0.25	1.56	1.68	-0.45	-0.25	-0.33	2.51	3.84	0.75	0.63			
FIN, INS, REAL EST.....	39593	36396	38968	39198	40310	39480	42163	44583	43446	44111	43314	38850	38718	42418			
% CHG PREV QTR SAAR.....	10.69	-28.59	31.42	2.37	11.84	-7.99	30.09	25.01	-9.81	6.26	-7.03	6.86	-0.34	9.56			
% CHG SAME QTR LAST YR....	6.83	-4.69	-0.13	1.55	1.81	8.47	8.20	13.74	7.78	11.73	2.73	6.86	-0.34	9.56			
TRANS, COMM, PUB UTIL.....	35656	35439	35400	37060	35680	35631	36088	36970	37919	38807	35178	35368	35895	36847			
% CHG PREV QTR SAAR.....	7.35	-2.41	-0.44	20.12	-14.09	-0.54	4.99	10.39	10.67	9.70	-32.48	1.19	1.49	2.10			
% CHG SAME QTR LAST YR....	-1.77	-0.36	0.50	5.80	0.07	0.54	1.89	-0.24	6.28	8.91	-2.47	1.19	1.49	2.10			
GOVERNMENT.....	26882	27236	26994	26990	27197	27049	27134	27403	27499	27670	27965	26873	27104	27271			
% CHG PREV QTR SAAR.....	0.87	5.38	-3.52	-0.06	3.11	-2.16	1.26	4.02	1.42	2.51	4.34	1.71	0.86	0.62			
% CHG SAME QTR LAST YR....	0.94	2.25	-0.58	0.62	1.17	-0.69	0.52	1.53	1.11	2.29	3.06	1.71	0.86	0.62			
FEDERAL, CIVILIAN.....	41006	42866	41915	41139	41239	41529	39748	40556	40995	42791	44015	42200	41790	40707			
% CHG PREV QTR SAAR.....	-12.59	19.42	-8.58	-7.20	0.98	2.84	-16.09	8.38	4.40	18.71	11.94	2.61	-0.97	-2.59			
% CHG SAME QTR LAST YR....	-0.34	0.96	-2.36	-2.99	0.57	-3.12	-5.17	-1.42	-0.59	3.04	10.73	2.61	-0.97	-2.59			
STATE AND LOCAL.....	24693	24865	24726	24854	25089	24876	25031	25239	25381	25313	25447	24547	24884	25132			
% CHG PREV QTR SAAR.....	3.13	2.82	-2.22	2.08	3.84	-3.36	2.53	3.36	2.28	-1.07	2.14	1.86	1.37	1.00			
% CHG SAME QTR LAST YR....	1.21	2.62	-0.14	1.43	1.60	0.04	1.23	1.55	1.17	1.76	1.66	1.86	1.37	1.00			

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.

TABLE 13: TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
TENNESSEE AVERAGE ANNUAL WAGE AND SALARY RATE BY SECTOR
CURRENT DOLLARS

	HISTORICAL - DATA														ANNUAL			
	199804	199901	199902	199903	199904	200001	200002	200003	200004	200101	200102	1998	1999	2000				
TOTAL NONAGRICULTURAL.....	29000	29674	29739	30143	30089	30819	30816	31181	30963	32118	32033	28862	29911	30944				
% CHG SAME QTR LAST YR....	3.74	3.26	3.44	4.07	3.76	3.86	3.62	3.44	2.90	4.22	3.95	4.40	3.63	3.45				
MINING.....	47769	45952	42462	45682	43095	40800	47520	43810	41220	44146	46119	46804	44298	43337				
% CHG SAME QTR LAST YR....	23.75	-9.36	-5.40	4.15	-9.78	-11.21	11.91	-4.10	-4.35	8.20	-2.95	6.95	-5.35	-2.17				
CONSTRUCTION.....	32775	34854	33538	33012	34249	36488	34870	33872	34125	37051	35078	32184	33914	34839				
% CHG SAME QTR LAST YR....	3.21	5.18	7.07	4.80	4.50	4.69	3.97	2.60	-0.36	1.54	0.60	4.68	5.37	2.73				
MANUFACTURING.....	33611	33827	34376	35430	35761	35123	35934	36323	36445	37200	37782	33305	34849	35956				
% CHG SAME QTR LAST YR....	2.70	3.73	3.72	4.65	6.39	3.83	4.53	2.52	1.91	5.91	5.14	3.13	4.63	3.18				
DURABLE GOODS.....	34039	34288	34915	36206	36542	35394	36446	36769	37033	37421	38000	33963	35488	36411				
% CHG SAME QTR LAST YR....	1.28	1.83	3.65	5.08	7.35	3.23	4.38	1.55	1.35	5.73	4.26	2.16	4.49	2.60				
NONDURABLE GOODS.....	33029	33179	33614	34323	34631	34726	35185	35675	35589	36881	37466	32443	33937	35294				
% CHG SAME QTR LAST YR....	4.48	6.20	3.63	3.82	4.85	4.66	4.67	3.94	2.77	6.20	6.48	4.32	4.61	4.00				
TRADE.....	22190	23430	23648	23381	23038	24132	23597	23932	23361	24538	24513	22223	23374	23756				
% CHG SAME QTR LAST YR....	4.50	5.53	6.30	5.08	3.82	3.00	-0.21	2.36	1.40	1.68	3.88	5.84	5.18	1.63				
SERVICES.....	27910	28653	28104	28213	28591	29875	29277	28930	29202	30181	30703	27683	28390	29321				
% CHG SAME QTR LAST YR....	4.77	2.86	2.39	2.54	2.44	4.26	4.18	2.54	2.14	1.02	4.87	4.89	2.56	3.28				
FIN, INS, REAL EST.....	40997	38153	40678	40906	42673	42397	45099	47777	47013	48328	47369	40024	40603	45572				
% CHG SAME QTR LAST YR....	8.09	-3.37	1.60	3.36	4.09	11.12	10.87	16.80	10.17	13.99	5.03	7.97	1.45	12.24				
TRANS, COMM, PUB UTIL.....	36525	37369	37165	38741	37392	38507	38693	39617	40793	42740	38485	36440	37667	39403				
% CHG SAME QTR LAST YR....	-0.58	1.11	2.23	7.84	2.37	3.05	4.11	2.26	9.10	10.99	-0.54	2.30	3.37	4.61				
GOVERNMENT.....	27385	28093	28154	29171	28235	28586	29063	30345	29211	29891	30693	27698	28413	29301				
% CHG SAME QTR LAST YR....	2.16	3.74	1.18	2.35	3.10	1.76	3.23	4.02	3.46	4.56	5.61	2.76	2.58	3.13				
FEDERAL, CIVILIAN.....	42673	44581	43393	43579	43676	44242	42104	43871	44701	46470	47584	43473	43807	43729				
% CHG SAME QTR LAST YR....	0.61	2.44	-0.57	-1.09	2.35	-0.76	-2.97	0.67	2.35	5.04	13.02	3.56	0.77	-0.18				
STATE AND LOCAL.....	25074	25615	25818	26945	25969	26257	26861	28058	26853	27323	27997	25302	26087	27007				
% CHG SAME QTR LAST YR....	2.47	4.12	1.61	3.14	3.57	2.51	4.04	4.13	3.40	4.06	4.23	2.92	3.10	3.53				

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.

TABLE 14: TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
 TENNESSEE AVERAGE ANNUAL WAGE AND SALARY RATE BY SECTOR
 SEASONALLY ADJUSTED CURRENT DOLLARS

	HISTORICAL - DATA																ANNUAL	
	199804	199901	199902	199903	199904	200001	200002	200003	200004	200101	200102	1998	1999	2000				
TOTAL NONAGRICULTURAL.....	29309	29283	29814	30214	30380	30404	30869	31166	31240	31772	32065	28876	29923	30920				
% CHG PREV QTR SAAR.....	4.13	-0.36	7.46	5.48	2.22	0.31	6.25	3.91	0.96	6.99	3.73	4.46	3.62	3.33				
% CHG SAME QTR LAST YR....	3.75	3.27	3.43	4.14	3.66	3.83	3.54	3.15	2.83	4.50	3.88	4.46	3.62	3.33				
MINING.....	48140	44884	42791	46744	43095	39844	47903	44516	41220	43440	46497	46951	44378	43371				
% CHG PREV QTR SAAR.....	32.33	-24.43	-17.39	42.40	-27.76	-26.93	108.94	-25.42	-26.49	23.35	31.26	7.11	-5.48	-2.27				
% CHG SAME QTR LAST YR....	23.79	-9.41	-5.40	4.15	-10.48	-11.23	11.95	-4.77	-4.35	9.03	-2.94	7.11	-5.48	-2.27				
CONSTRUCTION.....	33061	33031	33854	34095	34350	34716	35237	34989	34511	35054	35384	32153	33832	34863				
% CHG PREV QTR SAAR.....	5.89	-0.36	10.34	2.88	3.03	4.33	6.15	-2.78	-5.36	6.45	3.81	4.54	5.22	3.05				
% CHG SAME QTR LAST YR....	3.07	5.42	7.04	4.61	3.90	5.10	4.09	2.62	0.47	0.98	0.41	4.54	5.22	3.05				
MANUFACTURING.....	33697	33760	34475	35442	35826	35036	35964	36207	36464	37180	37830	33333	34876	35918				
% CHG PREV QTR SAAR.....	-1.68	0.75	8.74	11.69	4.41	-8.53	11.02	2.73	2.87	8.09	7.18	3.23	4.63	2.99				
% CHG SAME QTR LAST YR....	2.72	3.73	3.69	4.73	6.32	3.78	4.32	2.16	1.78	6.12	5.19	3.23	4.63	2.99				
DURABLE GOODS.....	34112	34334	35024	36099	36602	35410	36502	36599	37021	37472	38100	33991	35515	36383				
% CHG PREV QTR SAAR.....	-2.32	2.63	8.28	12.85	5.70	-12.41	12.92	1.07	4.69	4.96	6.88	2.27	4.48	2.44				
% CHG SAME QTR LAST YR....	1.31	1.79	3.60	5.20	7.30	3.13	4.22	1.39	1.14	5.82	4.38	2.27	4.48	2.44				
NONDURABLE GOODS.....	33131	32961	33699	34497	34703	34492	35179	35635	35652	36760	37442	32474	33965	35239				
% CHG PREV QTR SAAR.....	-0.92	-2.04	9.26	9.81	2.41	-2.41	8.22	5.28	0.20	13.02	7.63	4.42	4.59	3.75				
% CHG SAME QTR LAST YR....	4.49	6.20	3.63	3.88	4.74	4.64	4.39	3.30	2.74	6.58	6.43	4.42	4.59	3.75				
TRADE.....	22652	22980	23604	23442	23512	23678	23557	23976	23813	24078	24428	22234	23384	23756				
% CHG PREV QTR SAAR.....	6.49	5.93	11.31	-2.72	1.20	2.86	-2.02	7.30	-2.68	4.52	5.94	5.94	5.17	1.59				
% CHG SAME QTR LAST YR....	4.59	5.53	6.27	5.13	3.80	3.03	-0.20	2.28	1.28	1.69	3.70	5.94	5.17	1.59				
SERVICES.....	28082	28030	28280	28572	28724	29180	29442	29121	29302	29738	30857	27699	28402	29261				
% CHG PREV QTR SAAR.....	3.53	-0.73	3.61	4.20	2.14	6.51	3.64	-4.29	2.51	6.09	15.91	4.93	2.54	3.03				
% CHG SAME QTR LAST YR....	4.77	2.84	2.40	2.63	2.29	4.10	4.11	1.92	2.01	1.91	4.80	4.93	2.54	3.03				
FIN, INS, REAL EST.....	41018	37852	40761	41197	42607	42085	45157	47971	46965	48081	47429	40027	40604	45545				
% CHG PREV QTR SAAR.....	12.41	-27.48	34.47	4.34	14.42	-4.81	32.54	27.36	-8.12	9.85	-5.32	7.98	1.44	12.17				
% CHG SAME QTR LAST YR....	8.08	-3.30	1.62	3.42	3.88	11.18	10.78	16.44	10.23	14.25	5.03	7.98	1.44	12.17				
TRANS, COMM, PUB UTIL.....	36939	36857	37028	38950	37713	37983	38628	39780	40991	42300	38520	36438	37637	39345				
% CHG PREV QTR SAAR.....	9.03	-0.89	1.88	22.43	-12.11	2.89	6.98	12.47	12.74	13.40	-31.23	2.25	3.29	4.54				
% CHG SAME QTR LAST YR....	-0.62	1.10	2.26	7.75	2.10	3.05	4.32	2.13	8.69	11.37	-0.28	2.25	3.29	4.54				
GOVERNMENT.....	27850	28326	28235	28366	28747	28834	29061	29485	29727	30160	30622	27686	28419	29277				
% CHG PREV QTR SAAR.....	2.44	7.02	-1.27	1.87	5.48	1.22	3.18	5.97	3.31	5.96	6.27	2.78	2.65	3.02				
% CHG SAME QTR LAST YR....	2.12	3.75	1.17	2.47	3.22	1.80	2.92	3.94	3.41	4.60	5.37	2.78	2.65	3.02				
FEDERAL, CIVILIAN.....	42482	44581	43843	43238	43590	44270	42570	43638	44316	46642	48196	43474	43813	43698				
% CHG PREV QTR SAAR.....	-11.23	21.27	-6.46	-5.41	3.30	6.39	-14.50	10.42	6.36	22.71	14.01	3.69	0.78	-0.26				
% CHG SAME QTR LAST YR....	0.83	2.44	-0.65	-1.21	2.61	-0.70	-2.90	0.93	1.66	5.36	13.22	3.69	0.78	-0.26				
STATE AND LOCAL.....	25582	25860	25864	26121	26519	26517	26809	27157	27437	27591	27865	25290	26091	26980				
% CHG PREV QTR SAAR.....	4.74	4.42	0.06	4.05	6.23	-0.02	4.46	5.30	4.20	2.26	4.02	2.93	3.17	3.41				
% CHG SAME QTR LAST YR....	2.40	4.13	1.61	3.30	3.66	2.54	3.65	3.96	3.46	4.05	3.94	2.93	3.17	3.41				

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.

TABLE 15: TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
TENNESSEE CIVILIAN LABOR FORCE AND UNEMPLOYMENT RATE

	HISTORICAL - DATA															ANNUAL			
	199804	199901	199902	199903	199904	200001	200002	200003	200004	200101	200102	1998	1999	2000					
CIVILIAN LABOR FORCE (THOUS).....	2809	2784	2815	2849	2815	2744	2766	2824	2859	2833	2858	2760	2816	2798					
% CHG SAME QTR LAST YR.....	3.25	3.41	2.72	1.88	0.18	-1.43	-1.71	-0.89	1.58	3.26	3.31	1.79	2.03	-0.61					
EMPLOYED PERSONS (THOUS).....	2702	2657	2707	2732	2713	2633	2664	2709	2747	2706	2743	2644	2702	2688					
% CHG SAME QTR LAST YR.....	4.12	3.73	2.87	1.93	0.40	-0.92	-1.57	-0.85	1.26	2.79	2.96	3.08	2.21	-0.52					
UNEMPLOYED PERSONS (THOUS).....	107	127	108	118	101	111	102	116	112	127	115	116	113	110					
% CHG SAME QTR LAST YR.....	-14.81	-2.85	-0.85	0.69	-5.23	-12.11	-5.19	-1.97	10.30	14.41	12.44	-20.87	-2.04	-2.82					
PARTICIPATION RATE (PERCENT).....	65.8	65.0	65.6	65.8	64.1	61.5	63.8	64.5	64.3	62.8	65.1	64.9	65.1	63.5					
% CHG SAME QTR LAST YR.....	2.13	2.31	1.65	0.22	-2.64	-5.37	-2.80	-1.99	0.42	2.08	2.13	0.64	0.36	-2.44					
UNEMPLOYMENT RATE (PERCENT).....	3.8	4.5	3.8	4.1	3.6	4.1	3.7	4.1	3.9	4.5	4.0	4.2	4.0	3.9					

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.

TABLE 16: TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
 TENNESSEE CIVILIAN LABOR FORCE AND UNEMPLOYMENT RATE
 SEASONALLY ADJUSTED

	HISTORICAL - DATA												ANNUAL			
	199804	199901	199902	199903	199904	200001	200002	200003	200004	200101	200102	1998	1999	2000		
CIVILIAN LABOR FORCE (THOUS).....	2796	2815	2823	2823	2800	2776	2776	2797	2844	2865	2868	2759	2815	2798		
% CHG PREV QTR SAAR.....	3.65	2.85	1.17	-0.09	-3.17	-3.45	0.01	3.11	6.94	2.96	0.32	1.74	2.03	-0.61		
% CHG SAME QTR LAST YR.....	3.27	3.39	2.73	1.89	0.17	-1.40	-1.69	-0.91	1.58	3.23	3.31	1.74	2.03	-0.61		
EMPLOYED PERSONS (THOUS).....	2681	2697	2710	2710	2692	2673	2667	2687	2725	2746	2746	2644	2702	2688		
% CHG PREV QTR SAAR.....	3.45	2.47	1.80	0.07	-2.70	-2.72	-0.85	2.95	5.89	3.11	-0.01	3.03	2.21	-0.52		
% CHG SAME QTR LAST YR.....	4.21	3.68	2.87	1.94	0.39	-0.91	-1.56	-0.86	1.26	2.75	2.96	3.03	2.21	-0.52		
UNEMPLOYED PERSONS (THOUS).....	115	118	114	113	109	103	108	110	119	119	121	116	113	110		
% CHG PREV QTR SAAR.....	8.39	12.05	-12.61	-3.70	-14.01	-20.14	24.37	7.23	34.94	-0.28	8.13	-20.92	-2.01	-2.80		
% CHG SAME QTR LAST YR.....	-14.74	-2.82	-0.57	0.55	-5.11	-12.81	-4.77	-2.18	9.49	15.74	11.76	-20.92	-2.01	-2.80		
PARTICIPATION RATE (PERCENT).....	65.5	65.8	65.8	65.2	63.7	62.3	64.0	63.9	64.0	63.5	65.3	64.9	65.1	63.5		
% CHG PREV QTR SAAR.....	2.57	1.79	0.12	-3.45	-8.75	-9.00	11.46	-0.36	0.64	-2.96	11.81	0.59	0.37	-2.45		
% CHG SAME QTR LAST YR.....	2.16	2.29	1.66	0.23	-2.66	-5.35	-2.78	-2.01	0.42	2.05	2.13	0.59	0.37	-2.45		
UNEMPLOYMENT RATE (PERCENT).....	4.1	4.2	4.0	4.0	3.9	3.7	3.9	3.9	4.2	4.1	4.2	4.2	4.0	3.9		

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.

TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
 TABLE 17: TENNESSEE TAXABLE SALES
 MILLIONS OF 1996 DOLLARS

	HISTORICAL - DATA														ANNUAL					
	199804	199901	199902	199903	199904	200001	200002	200003	200004	200101	200102	1998	1999	2000						
TOTAL.....	17749	15629	17368	17552	18422	16325	17571	17528	18052	15761	17316	64418	68971	69475						
% CHG SAME QTR LAST YR.....	4.75	15.10	4.61	6.45	3.79	4.45	1.17	-0.14	-2.01	-3.45	-1.45	-0.59	7.07	0.73						
AUTO DEALERS.....	1621	1848	2034	2095	1762	1987	2056	2056	1715	1859	1966	6917	7739	7814						
% CHG SAME QTR LAST YR.....	5.94	21.78	5.64	13.03	8.70	7.49	1.08	-1.84	-2.67	-6.42	-4.38	5.95	11.88	0.97						
PURCHASES FROM MANUFACTURERS..	1066	921	1079	1009	1023	884	1032	1014	979	851	963	4148	4034	3910						
% CHG SAME QTR LAST YR.....	-4.59	1.82	-1.04	-7.14	-3.95	-4.04	-4.36	0.49	-4.33	-3.73	-6.68	-3.23	-2.76	-3.07						
MISC DURABLE GOODS.....	2966	2717	3221	3158	3140	2961	3131	3061	2939	2619	3028	10984	12236	12091						
% CHG SAME QTR LAST YR.....	6.76	25.68	8.65	9.19	5.87	8.98	-2.81	-3.06	-6.41	-11.54	-3.27	-5.99	11.39	-1.18						
EATING AND DRINKING PLACES....	1356	1316	1434	1443	1395	1370	1493	1495	1420	1384	1500	5317	5588	5778						
% CHG SAME QTR LAST YR.....	6.06	11.94	3.61	2.95	2.92	4.15	4.10	3.60	1.75	1.00	0.45	3.95	5.10	3.40						
FOOD STORES.....	2042	1768	1835	1884	2043	1767	1894	1885	2030	1750	1839	7366	7529	7575						
% CHG SAME QTR LAST YR.....	5.10	6.46	1.02	1.97	0.04	-0.06	3.20	0.05	-0.64	-0.94	-2.91	0.34	2.21	0.60						
LIQUOR STORES.....	103	78	81	80	111	81	86	84	107	83	86	329	350	358						
% CHG SAME QTR LAST YR.....	2.36	8.34	2.81	5.70	8.20	4.05	6.42	4.37	-3.47	2.98	0.76	0.21	6.37	2.28						
HOTELS AND MOTELS.....	424	335	435	473	427	350	450	467	433	338	438	1622	1670	1700						
% CHG SAME QTR LAST YR.....	7.48	8.95	0.86	2.94	0.80	4.48	3.57	-1.36	1.43	-3.60	-2.78	1.51	2.97	1.81						
OTHER RETAIL AND SERVICE.....	5552	4347	4805	4799	5745	4522	4914	4895	5660	4441	4805	18626	19696	19991						
% CHG SAME QTR LAST YR.....	5.16	13.80	2.84	4.76	3.47	4.01	2.27	2.00	-1.47	-1.79	-2.21	3.33	5.75	1.50						
MISC NONDURABLE GOODS.....	1623	1323	1445	1406	1703	1323	1430	1442	1701	1366	1415	5299	5877	5896						
% CHG SAME QTR LAST YR.....	2.58	33.82	7.99	4.24	4.94	-0.04	-1.06	2.59	-0.12	3.29	-1.02	-1.82	10.92	0.32						
TRANSPORTATION, COMMUNICATION..	998	975	1000	1204	1072	1080	1086	1128	1068	1069	1275	3810	4252	4363						
% CHG SAME QTR LAST YR.....	5.85	0.58	10.91	28.06	7.47	10.76	8.62	-6.32	-0.38	-1.04	17.42	-15.27	11.61	2.61						
PER CAPITA (\$).	3256	2860	3171	3181	3298	2887	3172	3141	3195	2756	3091	11856	12511	12396						
% CHG SAME QTR LAST YR.....	3.73	14.00	3.63	4.94	1.30	0.94	0.04	-1.25	-3.13	-4.55	-2.58	-1.60	5.52	-0.92						

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.

TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
TABLE 18: TENNESSEE TAXABLE SALES
MILLIONS OF SEASONALLY ADJUSTED 1996 DOLLARS

	HISTORICAL - DATA											ANNUAL			
	199804	199901	199902	199903	199904	200001	200002	200003	200004	200101	200102	1998	1999	2000	
TOTAL.....	16823	17137	17147	17218	17479	17825	17383	17222	17118	17179	17156	64297	68980	69548	
% CHG PREV QTR SAAR.....	17.34	7.67	0.24	1.67	6.21	8.16	-9.55	-3.65	-2.40	1.45	-0.54	-0.71	7.28	0.82	
% CHG SAME QTR LAST YR.....	4.86	14.63	4.80	6.52	3.90	4.02	1.38	0.03	-2.07	-3.62	-1.31	-0.71	7.28	0.82	
AUTO DEALERS.....	1791	1885	1938	1964	1956	2021	1959	1927	1909	1887	1873	6919	7743	7815	
% CHG PREV QTR SAAR.....	12.54	22.77	11.60	5.40	-1.56	13.91	-11.70	-6.36	-3.65	-4.45	-3.10	5.84	11.90	0.93	
% CHG SAME QTR LAST YR.....	6.71	21.18	5.72	12.91	9.19	7.17	1.07	-1.87	-2.40	-6.59	-4.40	5.84	11.90	0.93	
PURCHASES FROM MANUFACTURERS..	1032	1049	1028	971	995	999	985	977	954	959	919	4151	4044	3915	
% CHG PREV QTR SAAR.....	-4.03	6.64	-7.63	-20.64	10.51	1.67	-5.77	-3.27	-8.72	1.70	-15.45	-3.19	-2.60	-3.18	
% CHG SAME QTR LAST YR.....	-4.43	1.18	-1.02	-6.93	-3.59	-4.74	-4.26	0.60	-4.10	-4.09	-6.66	-3.19	-2.60	-3.18	
MISC DURABLE GOODS.....	2960	3033	3044	3035	3129	3280	2973	2947	2926	2888	2886	10952	12241	12127	
% CHG PREV QTR SAAR.....	30.34	10.34	1.45	-1.22	12.92	20.81	-32.47	-3.49	-2.78	-5.08	-0.29	-6.10	11.77	-0.93	
% CHG SAME QTR LAST YR.....	6.70	24.50	9.25	9.57	5.71	8.13	-2.33	-2.90	-6.46	-11.94	-2.93	-6.10	11.77	-0.93	
EATING AND DRINKING PLACES.....	1379	1396	1384	1391	1421	1448	1444	1443	1446	1460	1451	5316	5592	5780	
% CHG PREV QTR SAAR.....	9.78	4.90	-3.29	1.97	8.72	7.86	-1.09	-0.31	0.88	3.91	-2.26	3.84	5.19	3.35	
% CHG SAME QTR LAST YR.....	6.17	11.26	3.75	3.23	2.98	3.70	4.28	3.70	1.78	0.83	0.53	3.84	5.19	3.35	
FOOD STORES.....	1901	1892	1848	1889	1895	1892	1911	1891	1881	1875	1857	7350	7525	7575	
% CHG PREV QTR SAAR.....	11.28	-1.92	-8.96	9.17	1.30	-0.63	3.96	-4.20	-2.09	-1.18	-3.71	0.28	2.38	0.65	
% CHG SAME QTR LAST YR.....	4.18	6.70	1.32	2.06	-0.32	0.01	3.39	0.06	-0.78	-0.92	-2.80	0.28	2.38	0.65	
LIQUOR STORES.....	84	85	85	87	91	89	91	91	88	92	91	328	349	358	
% CHG PREV QTR SAAR.....	8.88	5.86	-0.58	9.71	18.08	-8.59	8.02	2.19	-14.29	19.04	-0.93	0.04	6.28	2.76	
% CHG SAME QTR LAST YR.....	2.07	8.66	2.60	5.89	8.06	4.17	6.35	4.48	-3.56	3.02	0.81	0.04	6.28	2.76	
HOTELS AND MOTELS.....	424	423	407	418	424	439	424	414	428	422	414	1620	1672	1705	
% CHG PREV QTR SAAR.....	23.19	-1.18	-13.86	10.79	6.06	14.44	-12.59	-9.43	14.81	-6.08	-7.18	1.49	3.21	1.95	
% CHG SAME QTR LAST YR.....	6.54	8.00	1.31	3.82	0.01	3.74	4.12	-0.99	0.99	-3.88	-2.43	1.49	3.21	1.95	
OTHER RETAIL AND SERVICE.....	4813	4883	4914	4904	4990	5063	5027	5006	4919	4966	4917	18580	19691	20014	
% CHG PREV QTR SAAR.....	12.19	5.94	2.55	-0.85	7.21	5.96	-2.78	-1.66	-6.80	3.87	-3.88	3.08	5.98	1.64	
% CHG SAME QTR LAST YR.....	5.48	13.26	2.86	4.85	3.67	3.67	2.30	2.09	-1.43	-1.91	-2.19	3.08	5.98	1.64	
MISC NONDURABLE GOODS.....	1408	1490	1492	1421	1480	1480	1478	1461	1480	1524	1463	5267	5883	5898	
% CHG PREV QTR SAAR.....	15.48	25.16	0.71	-17.89	17.90	-0.19	-0.35	-4.64	5.23	12.51	-15.06	-2.18	11.69	0.26	
% CHG SAME QTR LAST YR.....	2.67	33.02	8.11	4.56	5.10	-0.68	-0.94	2.83	-0.05	2.99	-1.04	-2.18	11.69	0.26	
TRANSPORTATION, COMMUNICATION..	1029	999	1004	1139	1098	1115	1092	1067	1087	1108	1284	3813	4240	4361	
% CHG PREV QTR SAAR.....	76.91	-11.02	2.03	65.18	-13.50	6.38	-8.21	-8.71	7.86	7.68	80.79	-14.95	11.21	2.85	
% CHG SAME QTR LAST YR.....	5.92	0.92	11.42	27.62	6.72	11.59	8.68	-6.29	-0.98	-0.68	17.66	-14.95	11.21	2.85	
PER CAPITA (\$).	3086	3136	3131	3121	3129	3152	3138	3087	3030	3003	3062	11835	12517	12407	
% CHG PREV QTR SAAR.....	16.26	6.67	-0.69	-1.27	1.11	2.97	-1.75	-6.43	-7.18	-3.41	8.04	-1.72	5.76	-0.87	
% CHG SAME QTR LAST YR.....	3.84	13.54	3.82	5.01	1.41	0.52	0.25	-1.09	-3.18	-4.72	-2.43	-1.72	5.76	-0.87	

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.

TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
 TABLE 19: TENNESSEE TAXABLE SALES
 MILLIONS OF CURRENT DOLLARS

	HISTORICAL - DATA												ANNUAL		
	199804	199901	199902	199903	199904	200001	200002	200003	200004	200101	200102	1998	1999	2000	
TOTAL.....	18388	16254	18167	18447	19472	17402	18818	18860	19514	17180	18960	66389	72341	74595	
% CHG SAME QTR LAST YR.....	5.97	16.79	6.45	8.41	5.89	7.06	3.58	2.24	0.22	-1.28	0.76	0.47	8.96	3.12	
AUTO DEALERS.....	1679	1922	2127	2202	1862	2118	2202	2213	1854	2027	2153	7127	8114	8386	
% CHG SAME QTR LAST YR.....	7.18	23.57	7.49	15.11	10.91	10.18	3.50	0.49	-0.46	-4.31	-2.23	7.07	13.85	3.36	
PURCHASES FROM MANUFACTURERS..	1104	958	1129	1061	1082	943	1105	1091	1058	928	1055	4274	4230	4198	
% CHG SAME QTR LAST YR.....	-3.47	3.31	0.69	-5.43	-2.00	-1.65	-2.08	2.88	-2.16	-1.56	-4.59	-2.22	-1.04	-0.76	
MISC DURABLE GOODS.....	3073	2826	3369	3319	3319	3156	3353	3294	3177	2855	3316	11321	12833	12980	
% CHG SAME QTR LAST YR.....	8.02	27.52	10.56	11.20	8.01	11.70	-0.49	-0.76	-4.29	-9.55	-1.11	-4.99	13.36	1.14	
EATING AND DRINKING PLACES....	1404	1368	1500	1517	1475	1461	1599	1609	1535	1508	1642	5479	5860	6203	
% CHG SAME QTR LAST YR.....	7.30	13.58	5.43	4.84	5.01	6.76	6.59	6.07	4.06	3.27	2.70	5.06	6.96	5.86	
FOOD STORES.....	2115	1839	1919	1980	2159	1883	2028	2028	2194	1908	2013	7591	7897	8133	
% CHG SAME QTR LAST YR.....	6.33	8.02	2.79	3.85	2.07	2.44	5.67	2.43	1.61	1.29	-0.73	1.41	4.03	3.00	
LIQUOR STORES.....	106	81	84	84	118	86	92	90	116	91	95	339	367	384	
% CHG SAME QTR LAST YR.....	3.56	9.92	4.61	7.64	10.39	6.65	8.96	6.85	-1.28	5.30	3.02	1.28	8.28	4.69	
HOTELS AND MOTELS.....	439	348	455	497	452	373	482	502	468	368	479	1672	1752	1826	
% CHG SAME QTR LAST YR.....	8.74	10.54	2.62	4.84	2.84	7.09	6.05	0.98	3.73	-1.43	-0.61	2.59	4.80	4.22	
OTHER RETAIL AND SERVICE.....	5752	4521	5026	5044	6072	4820	5263	5267	6119	4841	5262	19199	20663	21468	
% CHG SAME QTR LAST YR.....	6.39	15.46	4.64	6.68	5.57	6.61	4.71	4.42	0.76	0.42	-0.01	4.44	7.63	3.90	
MISC NONDURABLE GOODS.....	1681	1376	1511	1478	1800	1410	1531	1552	1839	1489	1550	5462	6165	6332	
% CHG SAME QTR LAST YR.....	3.78	35.78	9.88	6.16	7.06	2.46	1.31	5.03	2.15	5.62	1.20	-0.76	12.87	2.70	
TRANSPORTATION, COMMUNICATION..	1034	1014	1046	1266	1134	1152	1163	1214	1155	1166	1396	3925	4460	4684	
% CHG SAME QTR LAST YR.....	7.09	2.05	12.85	30.41	9.65	13.53	11.22	-4.09	1.88	1.19	20.05	-14.37	13.61	5.03	
PER CAPITA (\$).	3373	2975	3317	3343	3486	3078	3398	3380	3454	3004	3384	12218	13121	13309	
% CHG SAME QTR LAST YR.....	4.94	15.67	5.45	6.87	3.35	3.46	2.43	1.10	-0.93	-2.40	-0.39	-0.55	7.39	1.43	

CENTER FOR BUSINESS AND ECONOMIC RESEARCH, UT-KNOXVILLE.

TENNESSEE ECONOMETRIC MODEL August 2001 UPDATE
 TABLE 20: TENNESSEE TAXABLE SALES
 MILLIONS OF SEASONALLY ADJUSTED CURRENT DOLLARS

	HISTORICAL - DATA												ANNUAL		
	1998Q4	1999Q1	1999Q2	1999Q3	1999Q4	2000Q1	2000Q2	2000Q3	2000Q4	2001Q1	2001Q2	1998	1999	2000	
TOTAL.....	17429	17822	17936	18096	18475	19001	18617	18531	18504	18725	18786	66252	72329	74654	
% CHG PREV QTR SAAR.....	19.17	9.34	2.57	3.62	8.65	11.89	-7.84	-1.84	-0.58	4.87	1.29	0.35	9.17	3.21	
% CHG SAME QTR LAST YR.....	6.09	16.31	6.63	8.48	6.00	6.62	3.80	2.41	0.16	-1.45	0.91	0.35	9.17	3.21	
AUTO DEALERS.....	1856	1961	2027	2064	2067	2154	2098	2073	2064	2057	2050	7130	8119	8388	
% CHG PREV QTR SAAR.....	14.29	24.68	14.19	7.43	0.71	17.84	-10.03	-4.60	-1.84	-1.23	-1.31	6.96	13.88	3.32	
% CHG SAME QTR LAST YR.....	7.96	22.95	7.57	14.99	11.41	9.85	3.49	0.46	-0.18	-4.49	-2.26	6.96	13.88	3.32	
PURCHASES FROM MANUFACTURERS..	1070	1091	1076	1020	1052	1065	1055	1051	1032	1045	1006	4277	4239	4202	
% CHG PREV QTR SAAR.....	-2.53	8.30	-5.48	-19.12	13.05	5.17	-3.99	-1.45	-7.02	5.13	-13.89	-2.17	-0.89	-0.86	
% CHG SAME QTR LAST YR.....	-3.31	2.66	0.71	-5.22	-1.64	-2.36	-1.97	2.99	-1.92	-1.93	-4.56	-2.17	-0.89	-0.86	
MISC DURABLE GOODS.....	3066	3155	3184	3190	3307	3496	3184	3171	3163	3148	3161	11286	12836	13015	
% CHG PREV QTR SAAR.....	32.37	12.06	3.81	0.68	15.52	24.97	-31.19	-1.68	-0.96	-1.88	1.55	-5.10	13.73	1.40	
% CHG SAME QTR LAST YR.....	7.95	26.33	11.17	11.59	7.85	10.83	0.01	-0.59	-4.34	-9.95	-0.75	-5.10	13.73	1.40	
EATING AND DRINKING PLACES....	1429	1452	1448	1462	1502	1543	1546	1552	1563	1591	1589	5478	5864	6205	
% CHG PREV QTR SAAR.....	11.49	6.53	-1.04	3.93	11.22	11.58	0.78	1.56	2.77	7.41	-0.46	4.94	7.05	5.81	
% CHG SAME QTR LAST YR.....	7.41	12.89	5.57	5.13	5.07	6.29	6.78	6.16	4.09	3.10	2.78	4.94	7.05	5.81	
FOOD STORES.....	1970	1968	1933	1986	2003	2017	2047	2034	2033	2044	2034	7573	7890	8131	
% CHG PREV QTR SAAR.....	13.02	-0.40	-6.84	11.27	3.63	2.80	5.93	-2.39	-0.26	2.15	-1.93	1.35	4.18	3.05	
% CHG SAME QTR LAST YR.....	5.40	8.26	3.09	3.93	1.70	2.51	5.86	2.44	1.47	1.31	-0.63	1.35	4.18	3.05	
LIQUOR STORES.....	87	89	89	92	96	95	97	98	95	100	100	338	366	385	
% CHG PREV QTR SAAR.....	10.58	7.51	1.74	11.83	20.80	-5.44	10.06	4.12	-12.68	23.05	0.90	1.10	8.17	5.20	
% CHG SAME QTR LAST YR.....	3.27	10.25	4.39	7.84	10.25	6.77	8.89	6.96	-1.37	5.34	3.07	1.10	8.17	5.20	
HOTELS AND MOTELS.....	439	440	426	439	448	468	454	445	463	460	453	1669	1753	1830	
% CHG PREV QTR SAAR.....	25.11	0.36	-11.85	12.92	8.50	18.38	-10.94	-7.73	16.96	-2.92	-5.46	2.57	5.03	4.38	
% CHG SAME QTR LAST YR.....	7.79	9.58	3.08	5.73	2.04	6.34	6.61	1.36	3.28	-1.72	-0.24	2.57	5.03	4.38	
OTHER RETAIL AND SERVICE.....	4987	5079	5140	5154	5274	5397	5384	5386	5317	5413	5384	19144	20647	21484	
% CHG PREV QTR SAAR.....	13.94	7.59	4.93	1.06	9.68	9.61	-0.94	0.19	-5.05	7.37	-2.11	4.17	7.85	4.06	
% CHG SAME QTR LAST YR.....	6.72	14.92	4.66	6.78	5.77	6.26	4.74	4.51	0.81	0.29	0.00	4.17	7.85	4.06	
MISC NONDURABLE GOODS.....	1459	1549	1561	1493	1565	1577	1583	1572	1599	1661	1602	5428	6168	6332	
% CHG PREV QTR SAAR.....	17.28	27.11	3.05	-16.31	20.61	3.25	1.53	-2.84	7.20	16.31	-13.49	-1.14	13.63	2.65	
% CHG SAME QTR LAST YR.....	3.87	34.97	10.00	6.48	7.23	1.80	1.43	5.28	2.22	5.31	1.18	-1.14	13.63	2.65	
TRANSPORTATION, COMMUNICATION..	1066	1039	1051	1197	1161	1189	1169	1148	1175	1207	1406	3929	4447	4681	
% CHG PREV QTR SAAR.....	79.67	-9.64	4.40	68.36	-11.51	10.05	-6.47	-6.99	9.88	11.31	84.13	-14.05	13.21	5.26	
% CHG SAME QTR LAST YR.....	7.17	2.40	13.37	29.97	8.88	14.38	11.28	-4.06	1.27	1.56	20.30	-14.05	13.21	5.26	
PER CAPITA (\$)	3197	3261	3275	3280	3308	3360	3361	3321	3275	3274	3353	12195	13124	13318	
% CHG PREV QTR SAAR.....	18.07	8.33	1.62	0.63	3.44	6.53	0.11	-4.67	-5.44	-0.16	10.03	-0.68	7.62	1.48	
% CHG SAME QTR LAST YR.....	5.06	15.20	5.64	6.94	3.46	3.03	2.65	1.26	-0.98	-2.57	-0.24	-0.68	7.62	1.48	

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