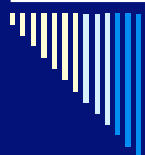


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# Out on a Limb Near the Bottom of the Tree, Forecasting Capital Gains in Maine

Michael J. Allen  
Director of Economic Research  
Maine Revenue Services  
September 16, 2008

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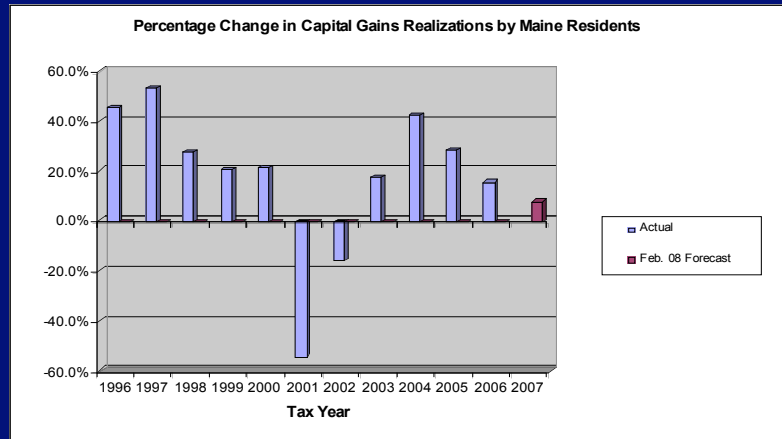


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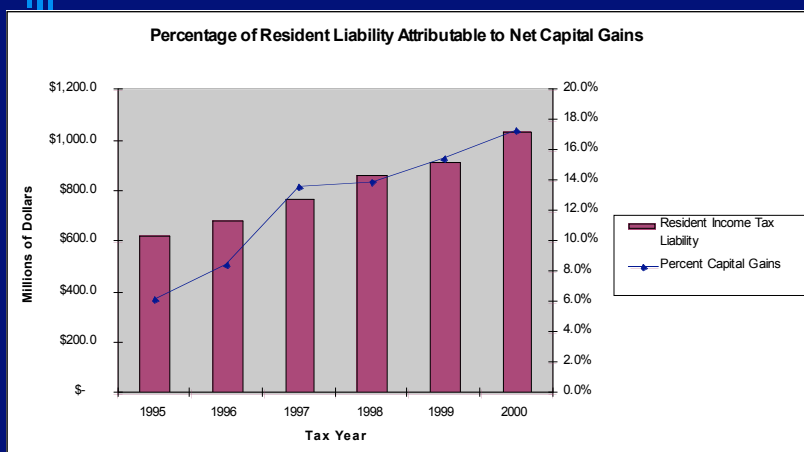
## Outline of Presentation

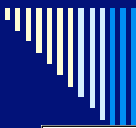
- Capital Gains Realizations in Maine
  - “Old” Approach to Forecasting Gains
  - “New” Approach to Forecasting Gains
-

## Recent Capital Gains Growth

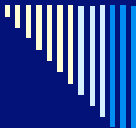
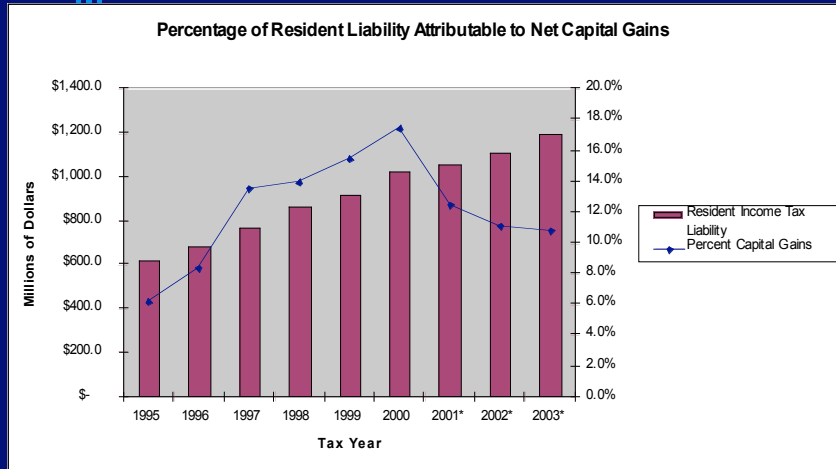


## Pre-2001 Forecasting Problem

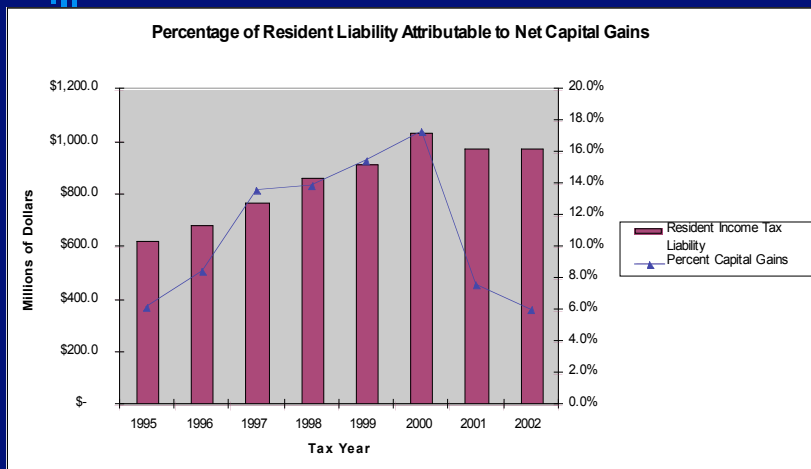




## February, 2002 Forecast



## “April Surprise” - 2002



# Current Capital Gains Forecast

