



Implicit Price Deflator (IPD) for State and Local Government Consumption Expenditures and Gross Investment

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Definition: The ratio of current dollar gross domestic product (GDP) to constant dollar GDP for state and local governments. The ratio is used to account for the effects of inflation.

Quarter/Year	Implicit Price Deflator (IPD)	Percentage Change
Qtr.1/2007	93.896	---
Qtr.1/2008	98.706	5.12%
Qtr.1/2009	99.608	0.91%
Qtr.1/2010	101.634	2.03%
Qtr.1/2011	104.783	3.10%
Qtr. 1/2012	107.642	2.73%
Qtr. 1/2013	109.051	1.31%
Qtr. 2/2013	109.153	0.09%
Qtr. 3/2013	109.571	0.38%
Qtr. 4/2013	109.728	0.14%
Qtr.1/2014	110.331	0.55%
Qtr. 2/2014	110.651	0.29%
Qtr. 3/2014	111.214	0.51%
Qtr. 4/2014	111.035	-0.16%
Qtr. 1/2015	110.361	-0.61%

Source: U.S. Department of Commerce, Bureau of Economic Analysis (BEA), May 29, 2015

The BEA routinely revises the implicit price deflator data as more complete data becomes available. The IPD shrank from 2014 Q4 2014 to Q1 2015. Previously, the IPD had grown each quarter since Q1 2013. While the annual IPD figure has grown since 2009, this growth has slowed in the last three years, growing 1.32 percent from 2012 to 2013 and 1.31 percent from 2013 to 2014.

The IPD has been used in the calculation of levy limits for cities over 2500 population. It was most recently used in the levy limit calculation for taxes payable in 2009, 2010, and 2011.

Implicit Price Deflator data is available at www.bea.gov in Table 1.1.9 (Implicit Price Deflators for Gross Domestic Product).

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