



2004

Notes

On the Economy

Robert Spendlove

December 2004



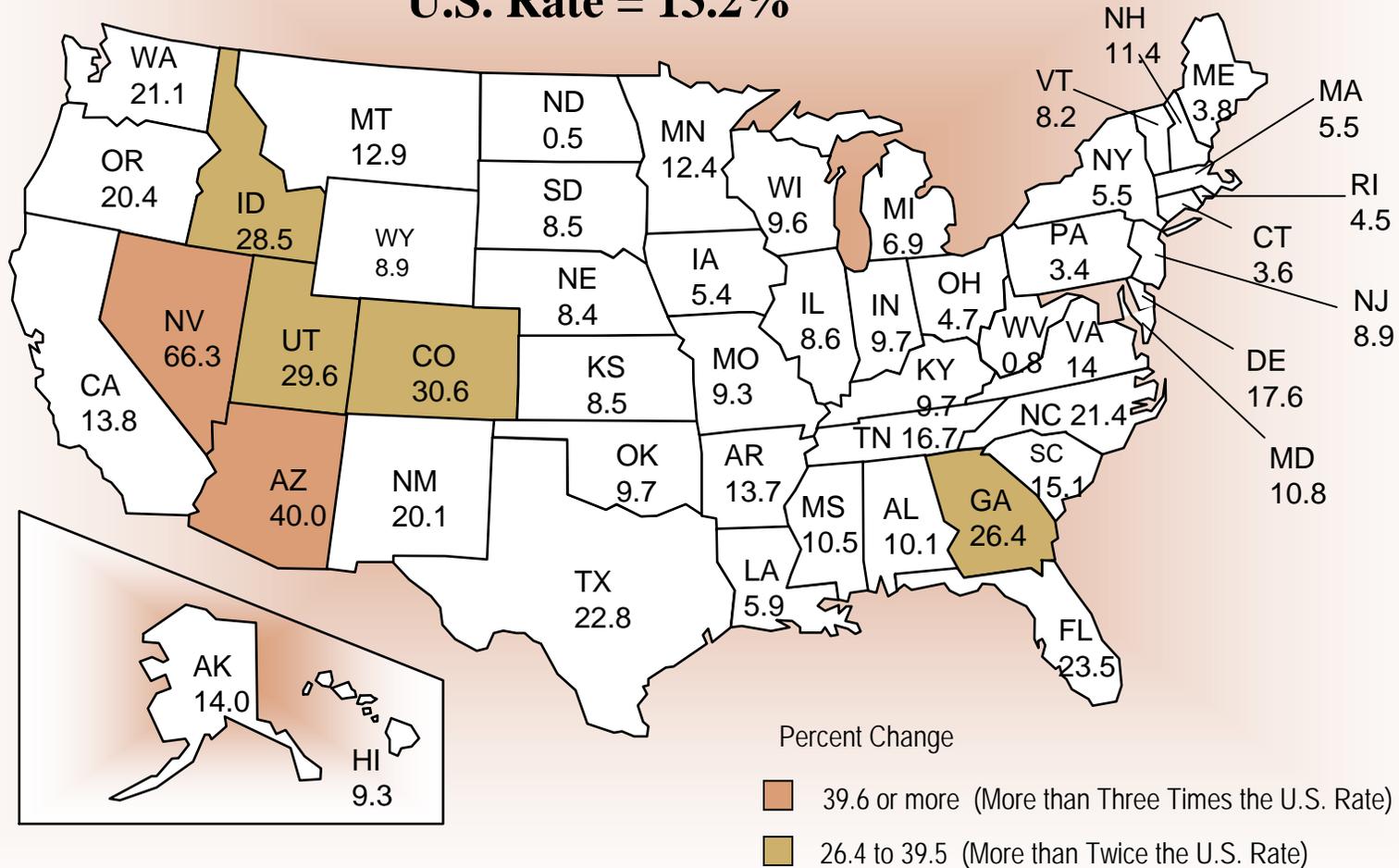
Overview

- **Key Indicators**
- **Important Factors**
- **Outlook**

Utah is in the Center of the Fastest Growing Region in the Country

Percent Change in Population for States: 1990 to 2000

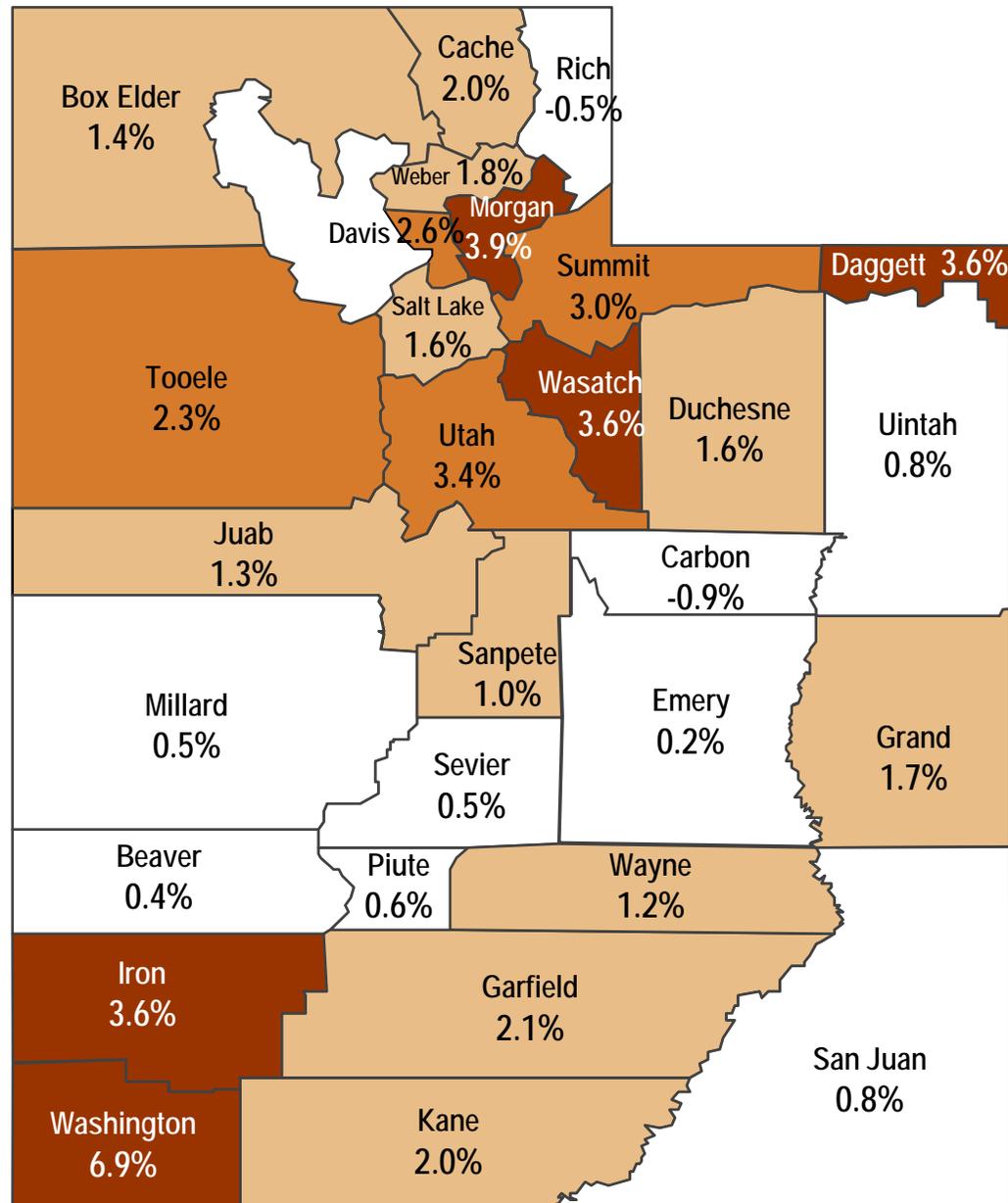
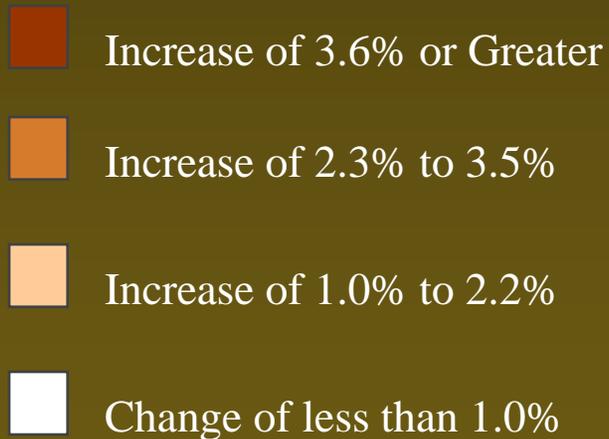
U.S. Rate = 13.2%



Source: U.S. Census Bureau

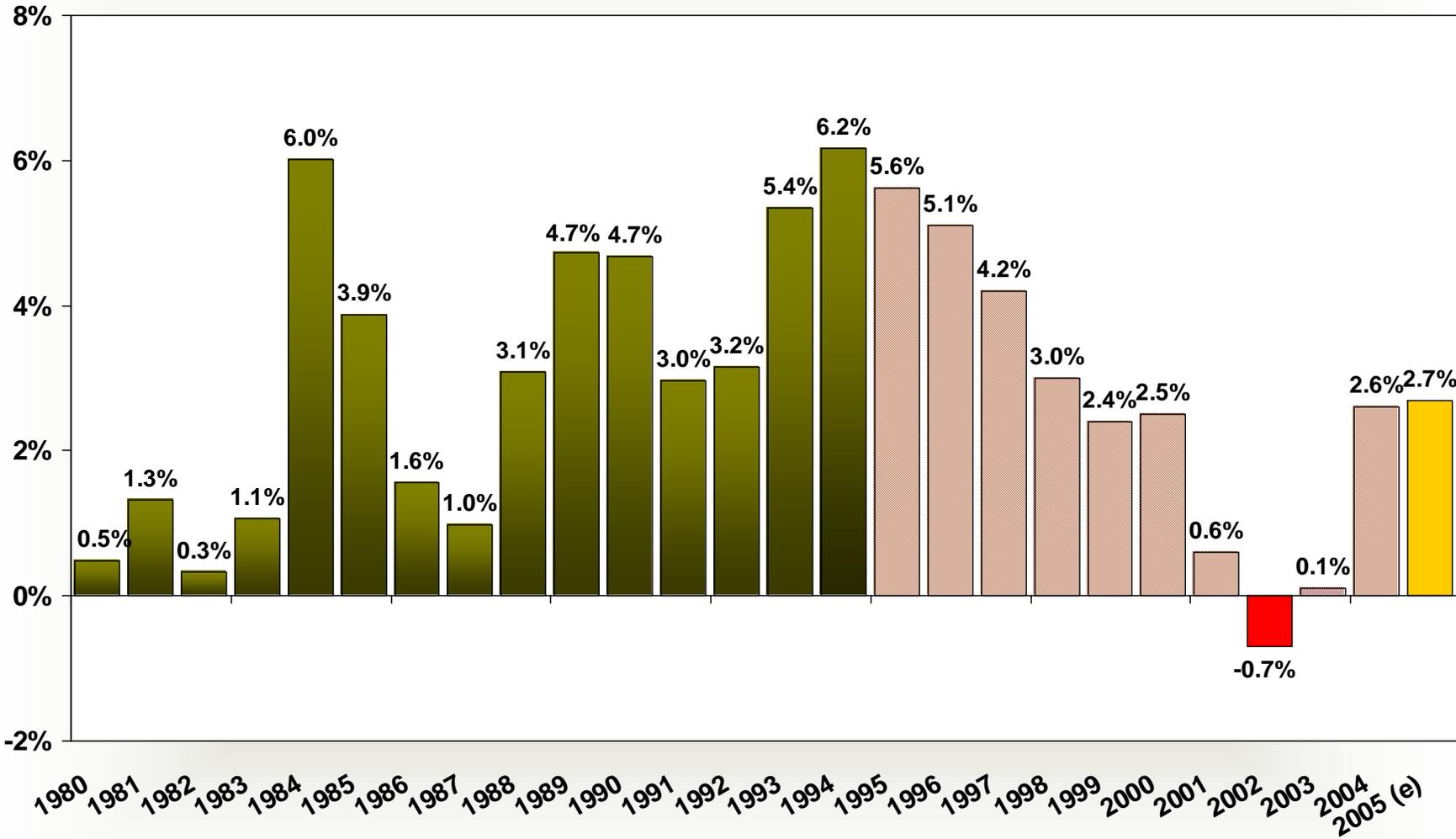
Utah Population Growth Rates By County 2003 to 2004

State Average = 2.3%



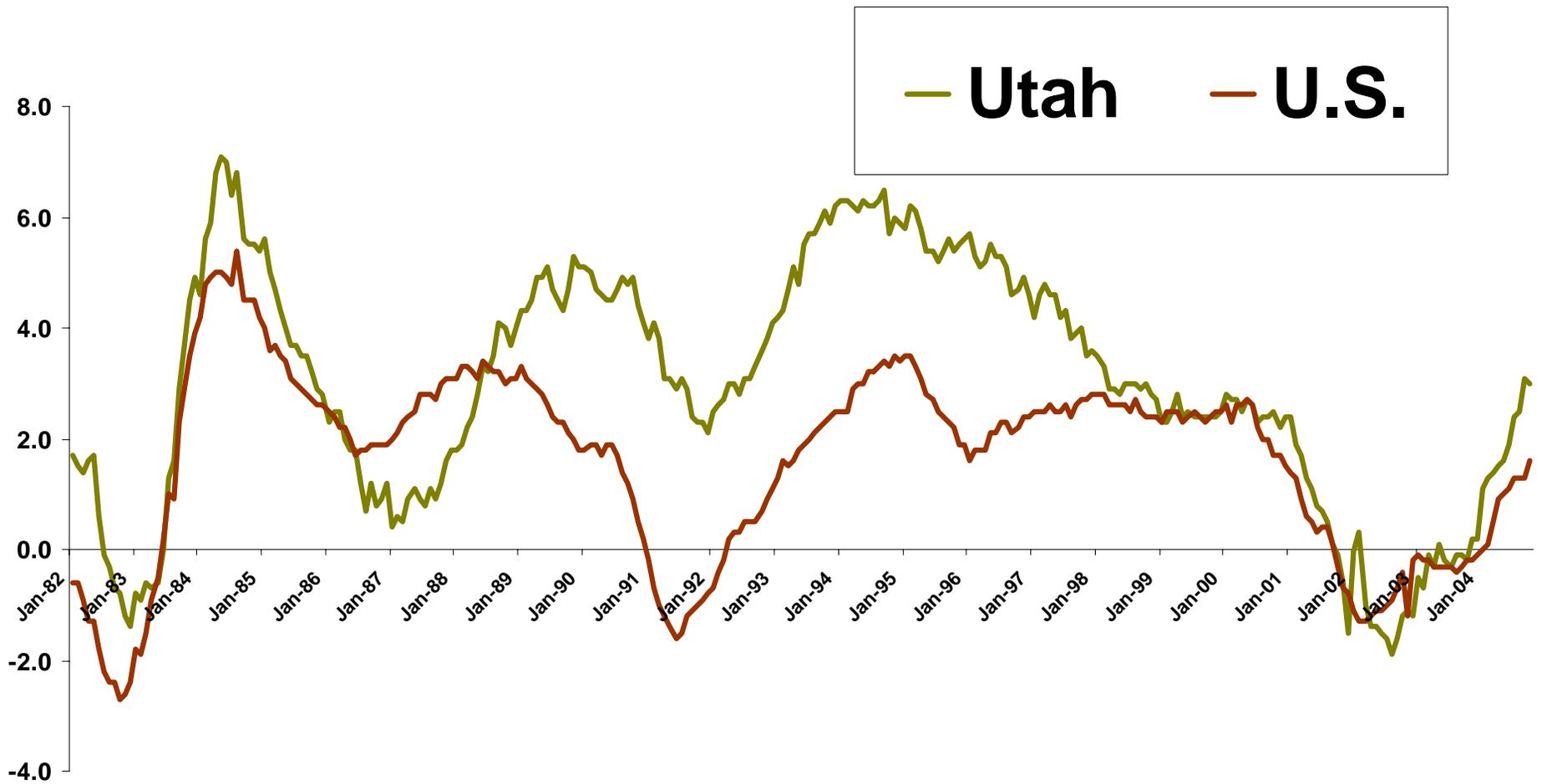
Job Growth Continues to Improve

Year Over Rate of Job Growth



Source: Utah Department of Work Force Services

Year Over Job Growth: Utah vs. U.S.



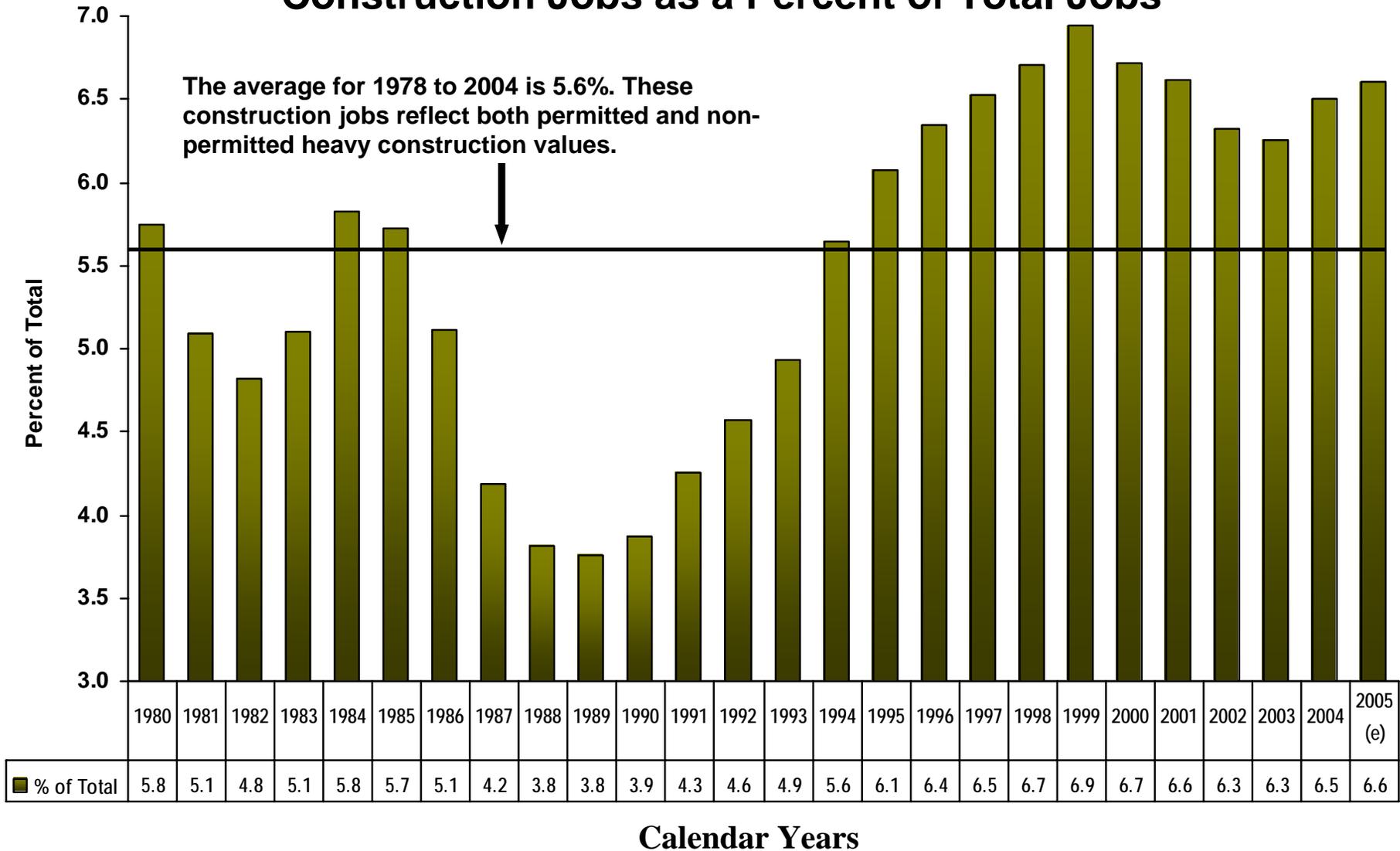


Important Factors

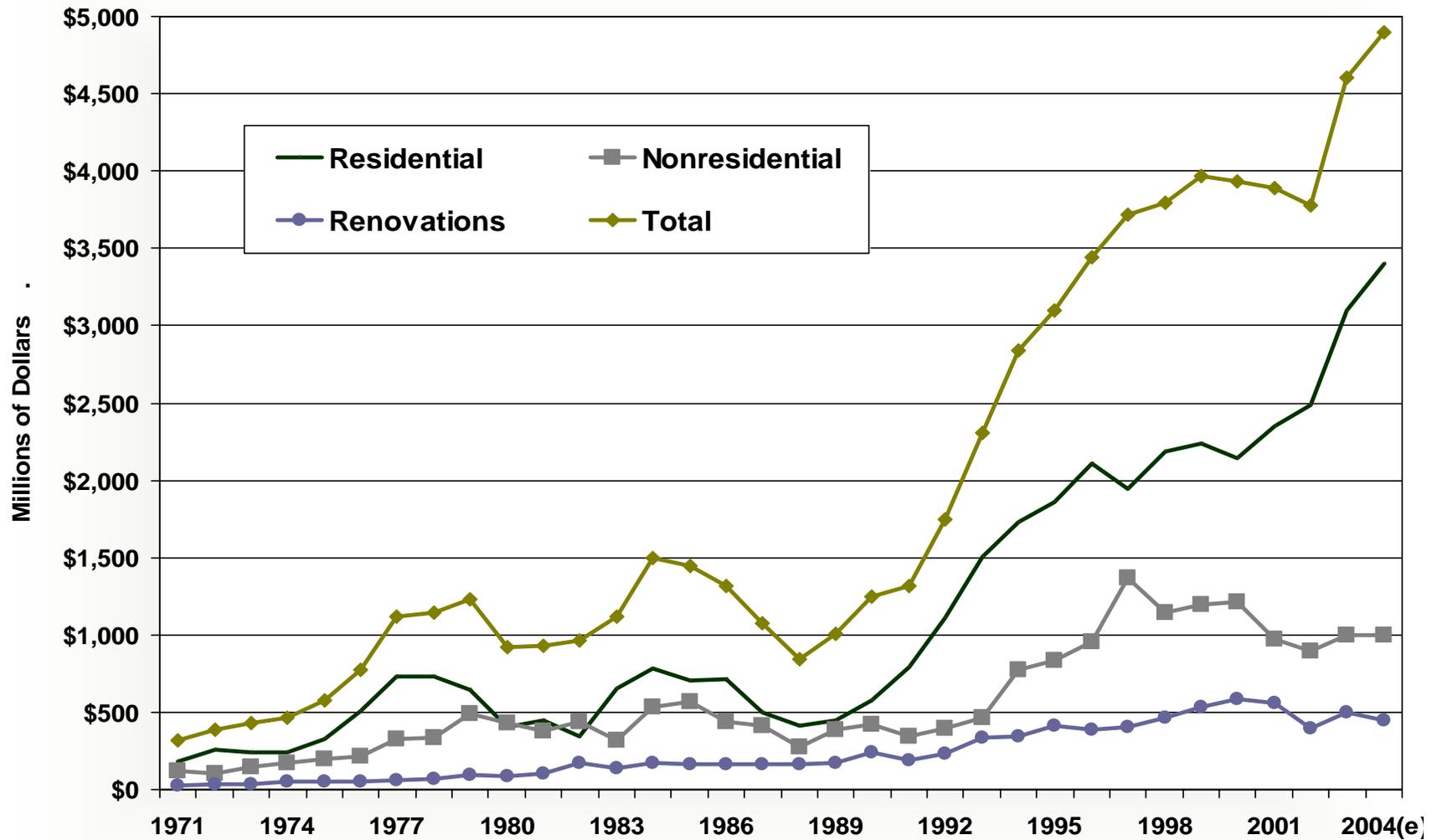
- **Construction**
- **Employment Detail**
- **Unemployment**
- **Exports**
- **Defense Spending**

The Construction Contraction Ends

Construction Jobs as a Percent of Total Jobs

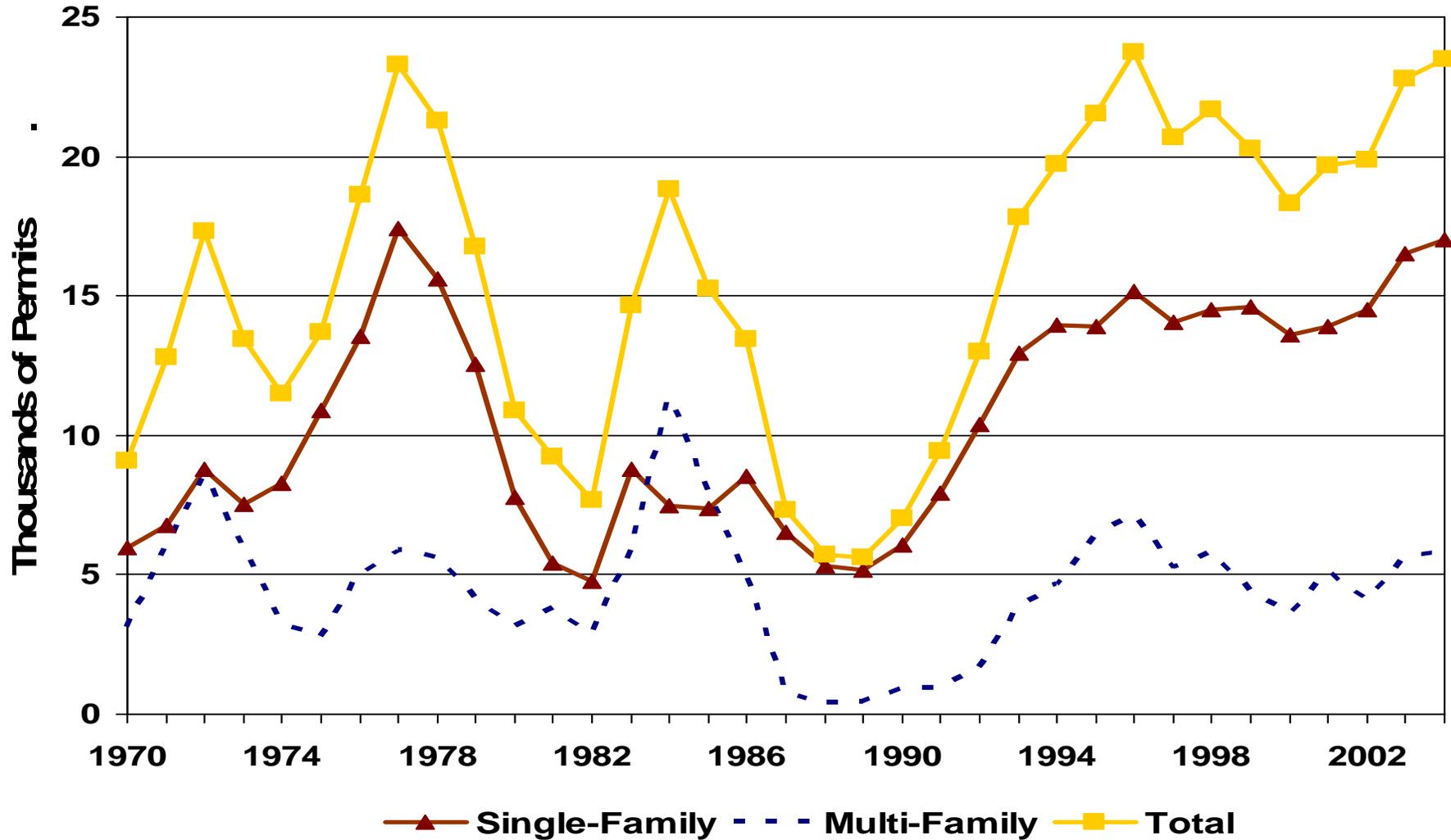


Construction Valuation: 1970 - 2003



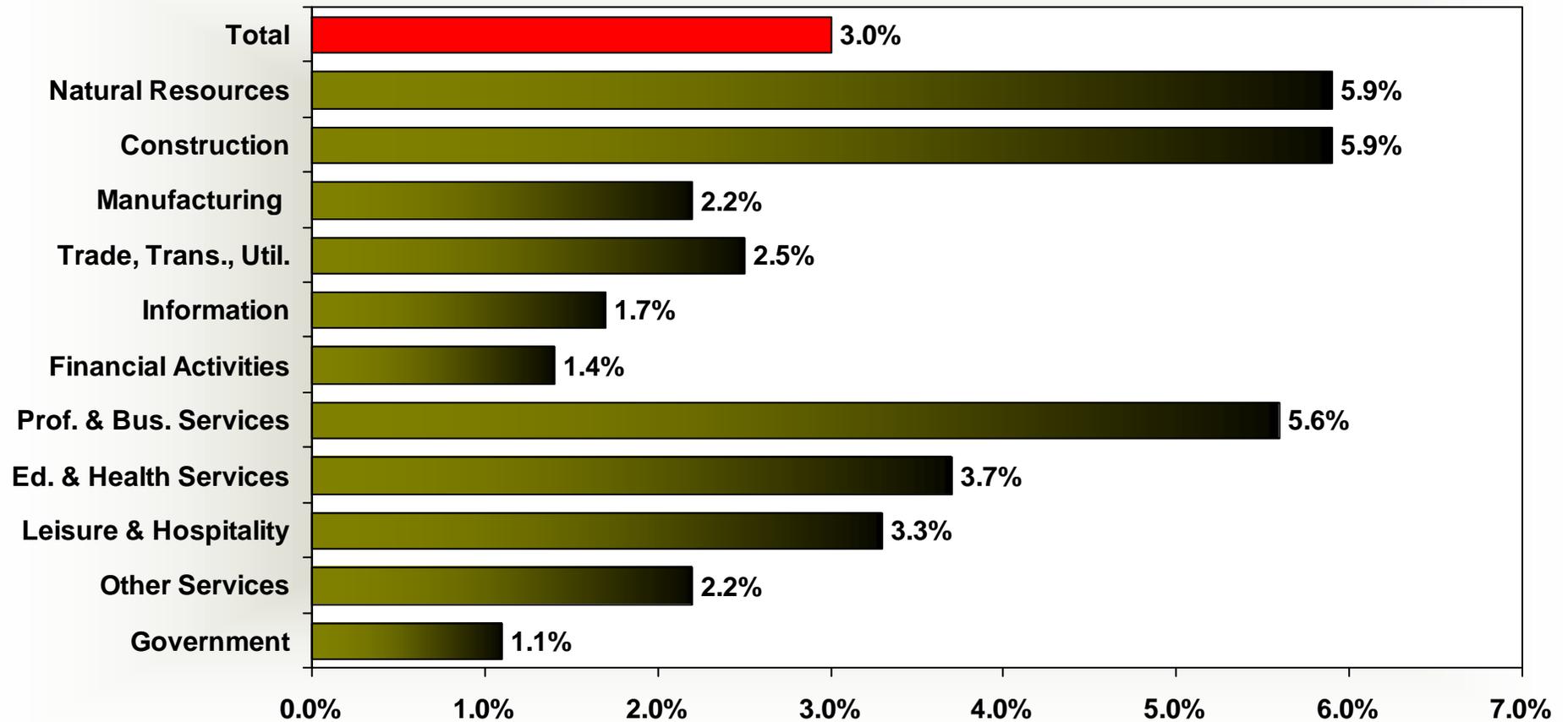
Residential Construction Continues to Hold Strong

Utah Residential Construction Permits: 1970 to 2004



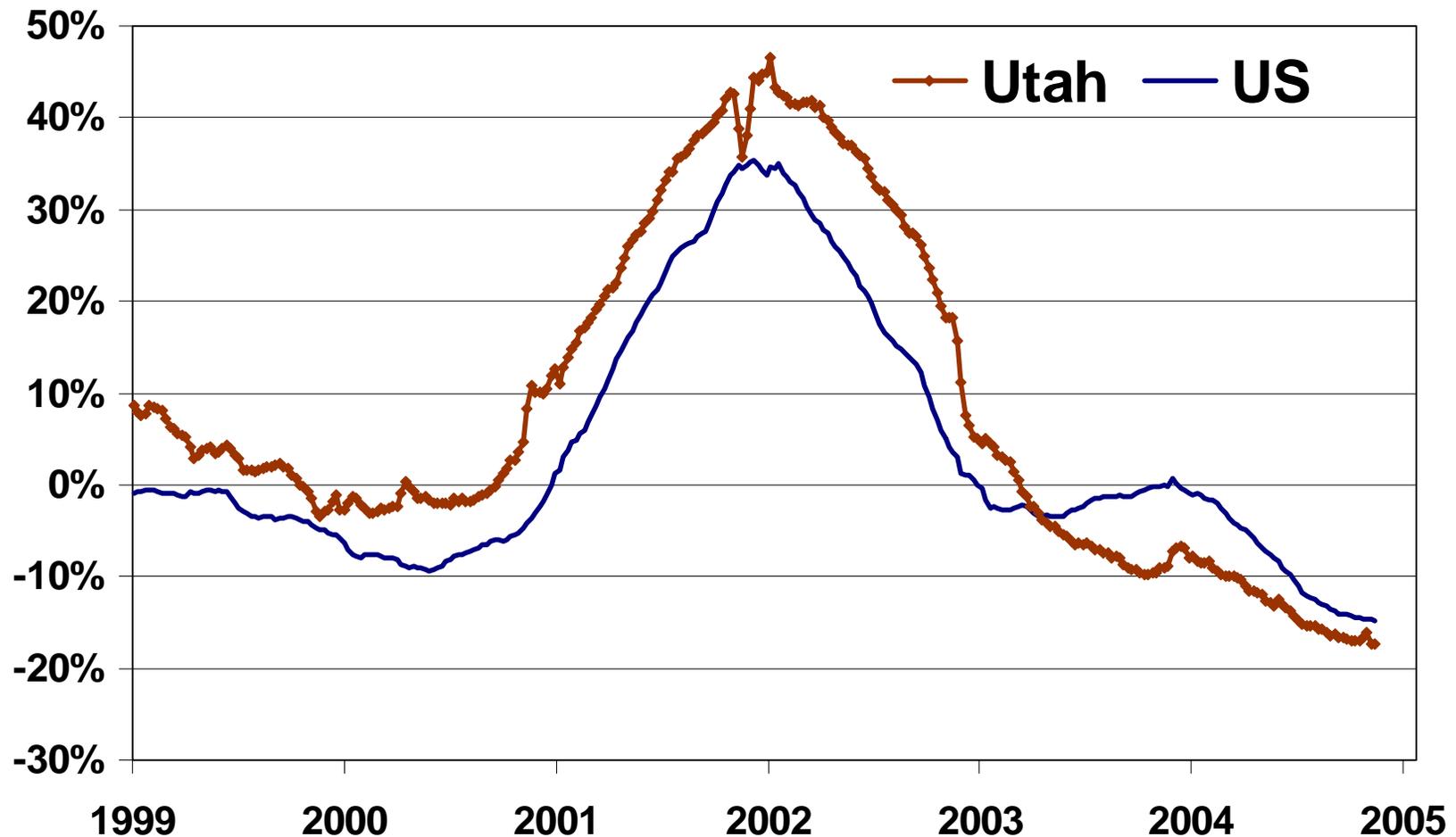
All Utah Industries Growing

Percent Change in Employment: October 2003 - 2004

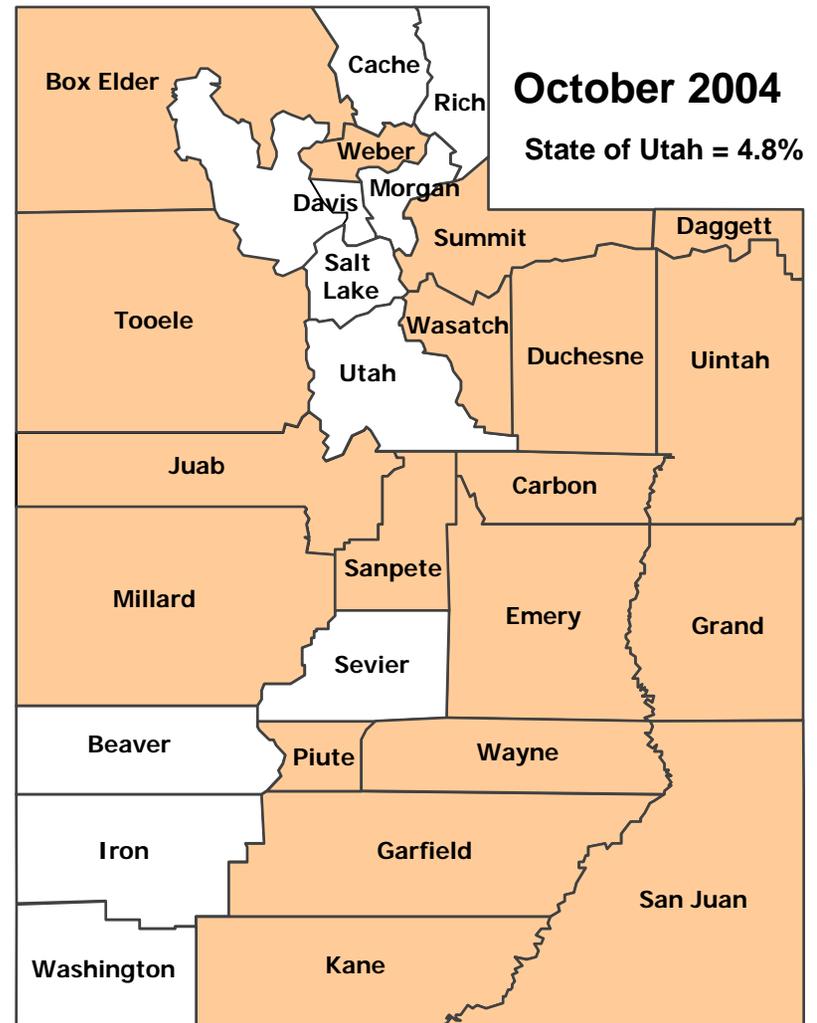
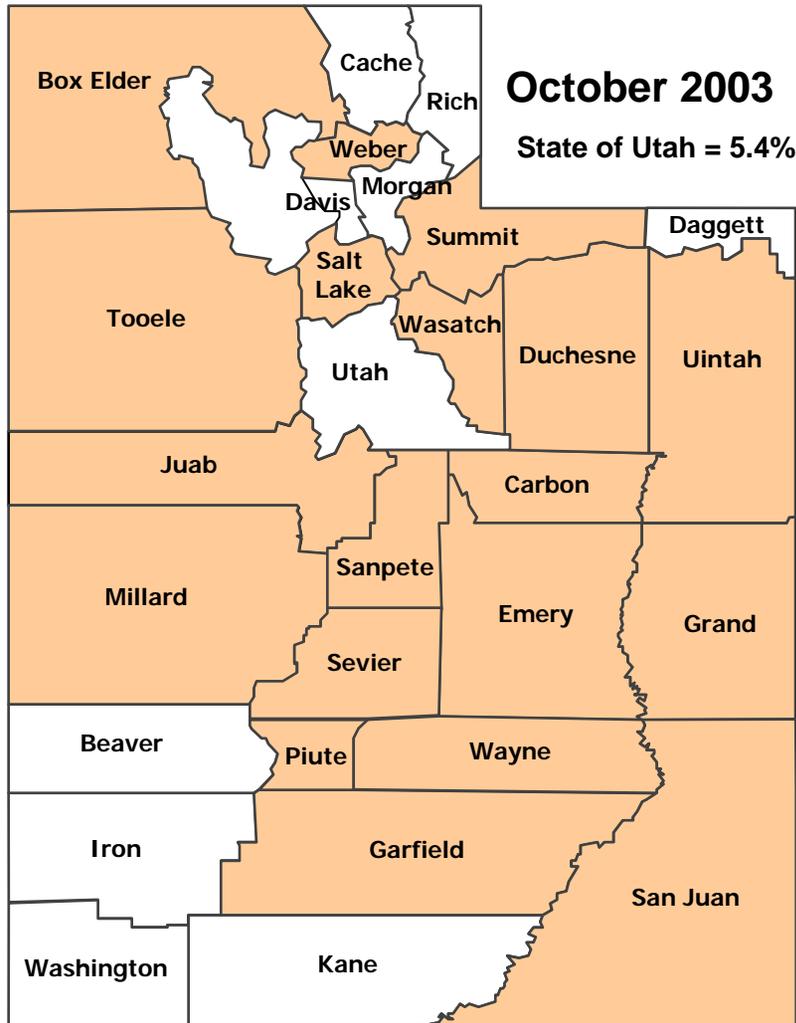


Unemployment Continues to Recover

Initial Unemployment Insurance Claims: Utah and the US
Year on Year Percent Change in 52 Week Moving Average of Weekly Claims
National Recovery Starts November 2001



Utah Unemployment Rates by County

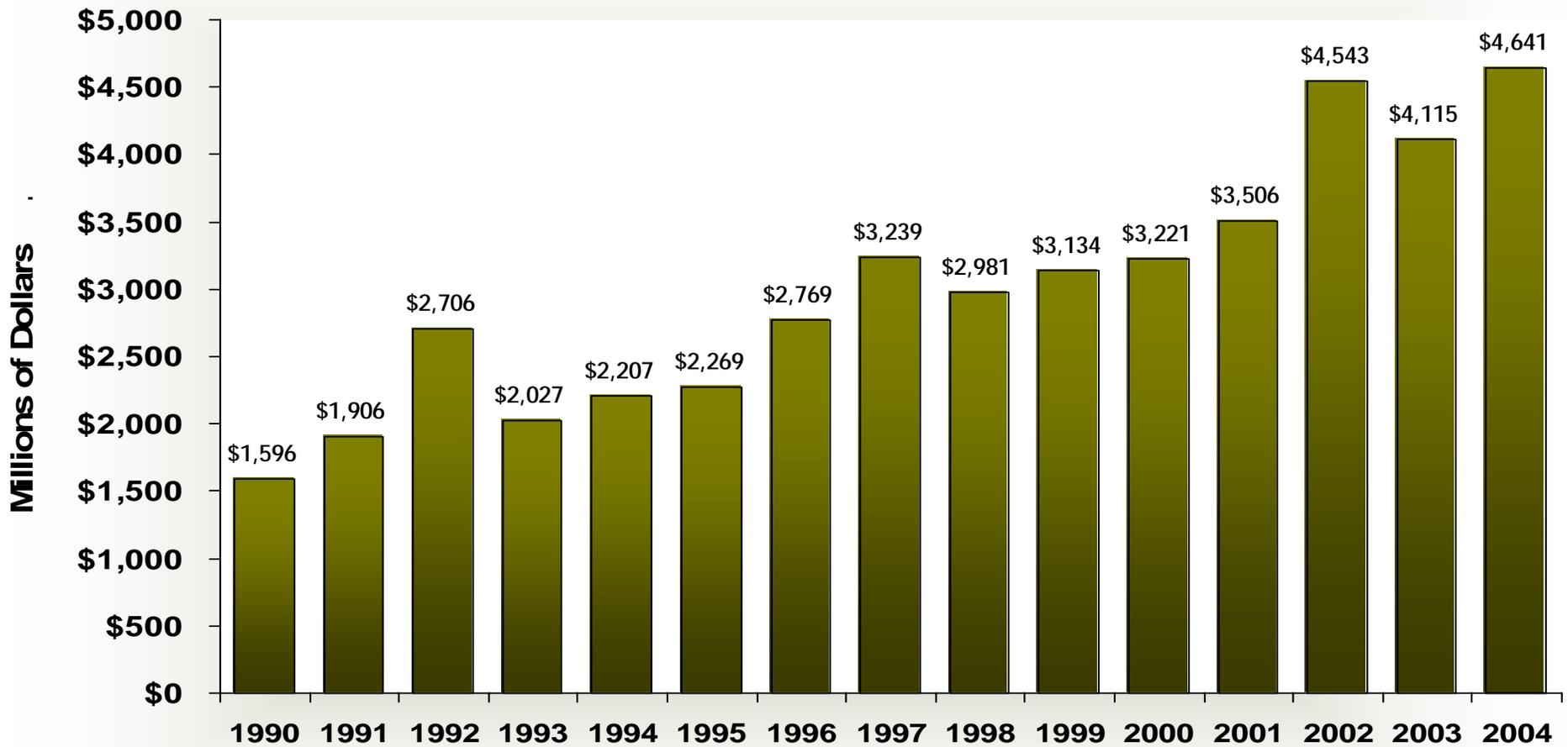


Unemployment Above 5%

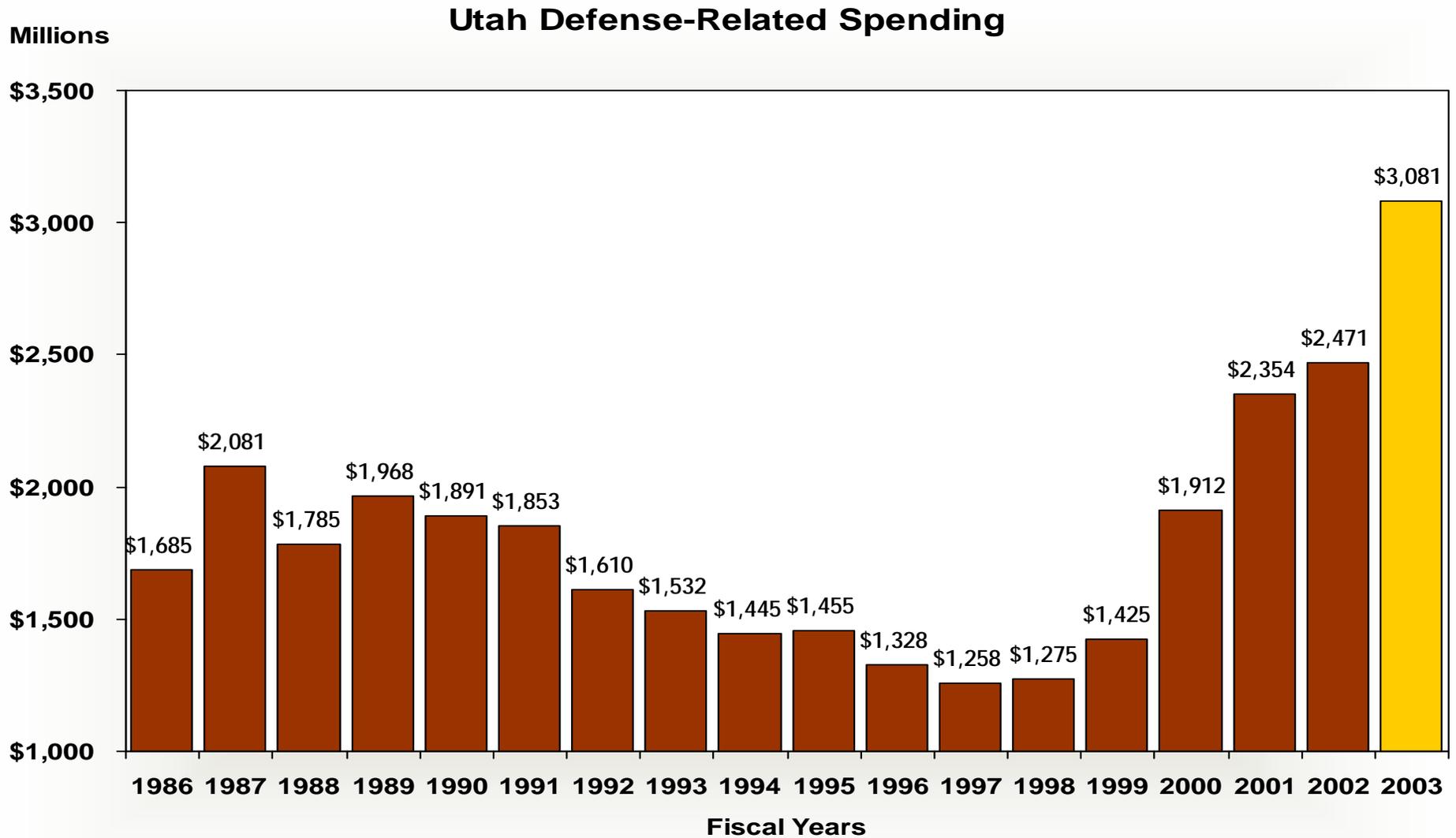
Unemployment at or Below 5%

Utah Exports Increase by 13% in 2004

Utah Merchandise Exports



Defense Spending Increased 25% in 2003

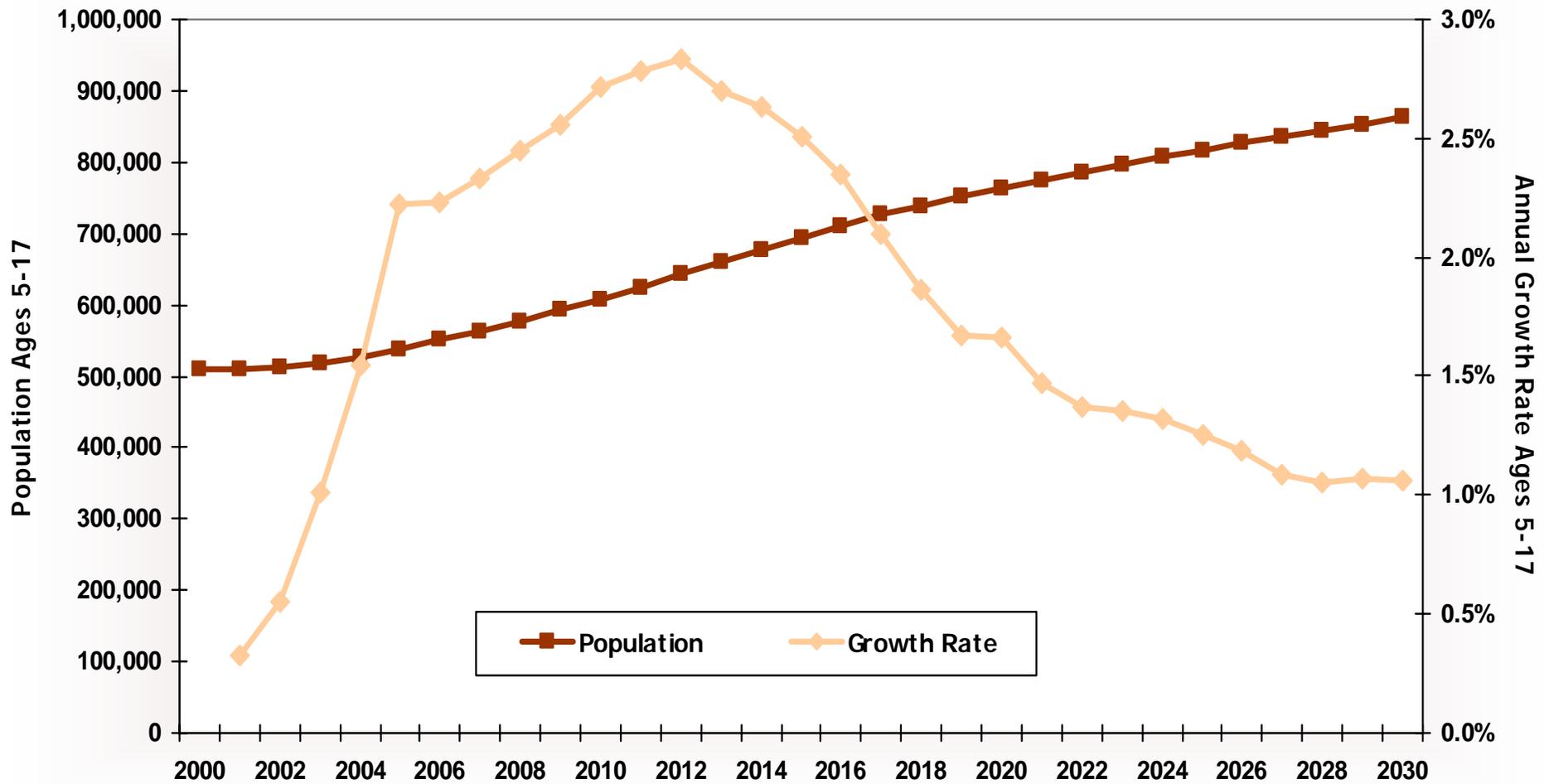




Outlook: Challenges

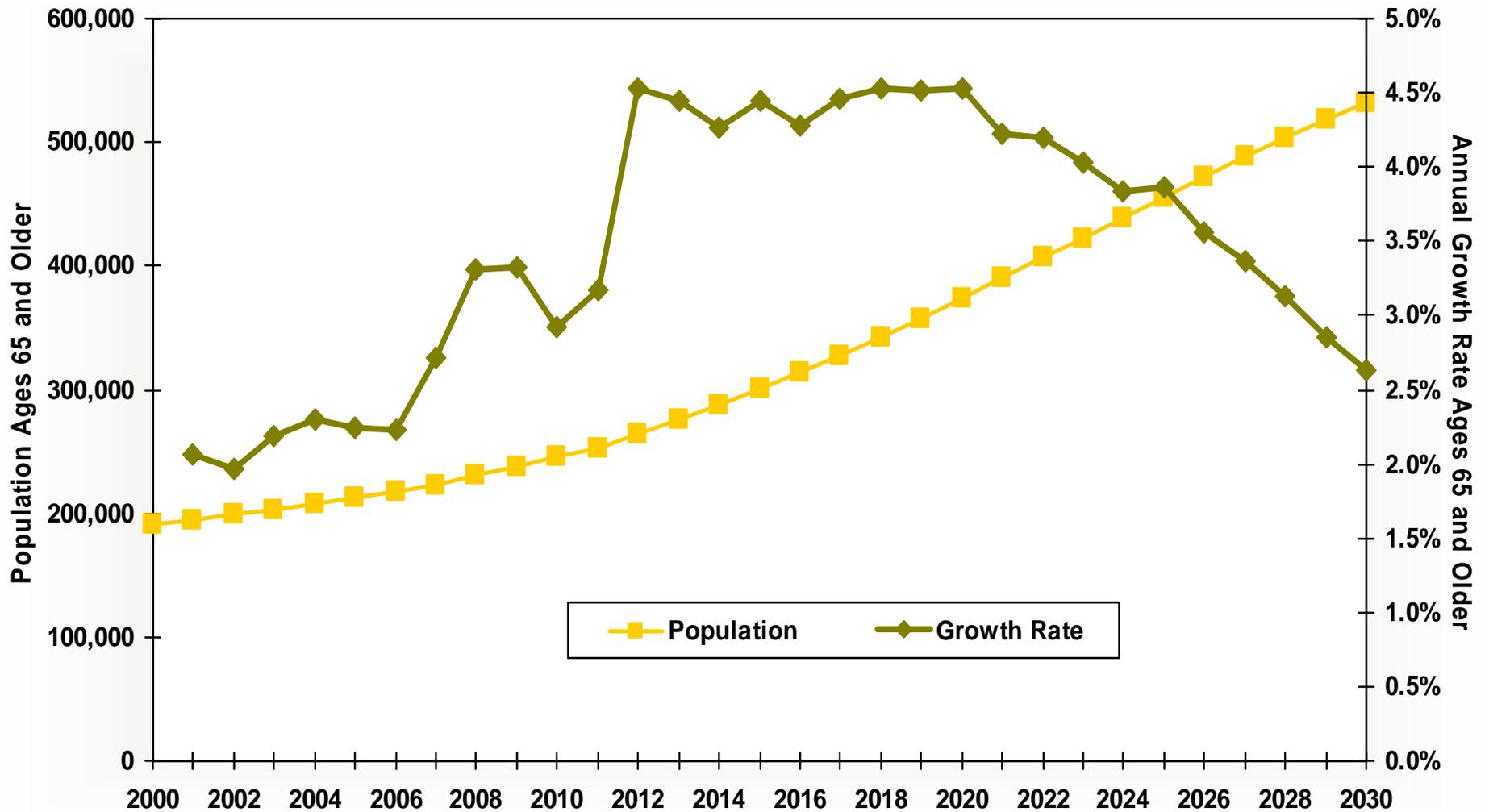
- **Surge in School Age and 65 and Older Population**

Utah's School Age Population is Expected to Dramatically Increase Over the Next Decade



Source: 2005 Baseline Projections, Governor's Office of Planning and Budget

Utah Growth of 65 and Older Age Group



Source: 2005 Baseline Projections, Governor's Office of Planning and Budget

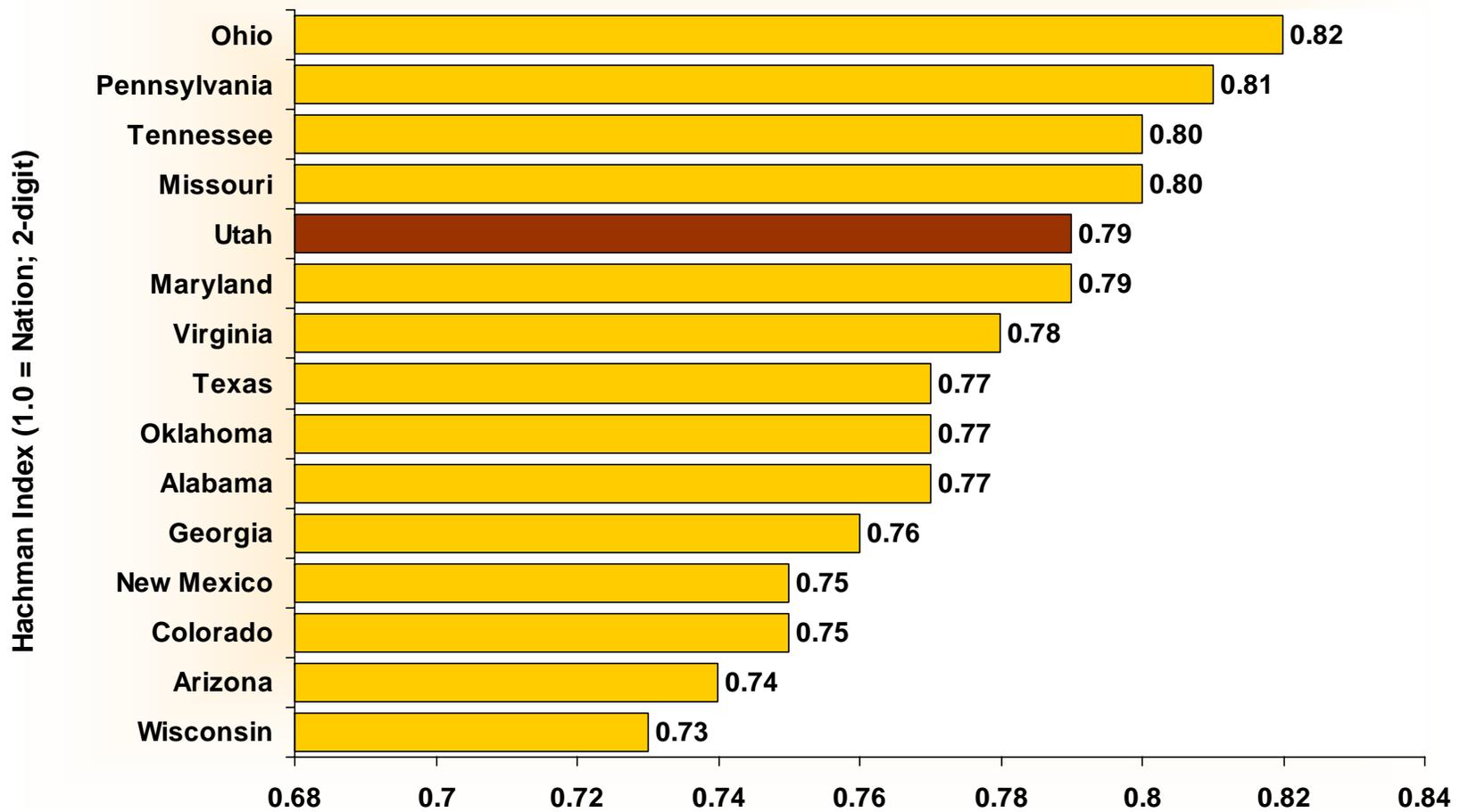


Outlook: Opportunities

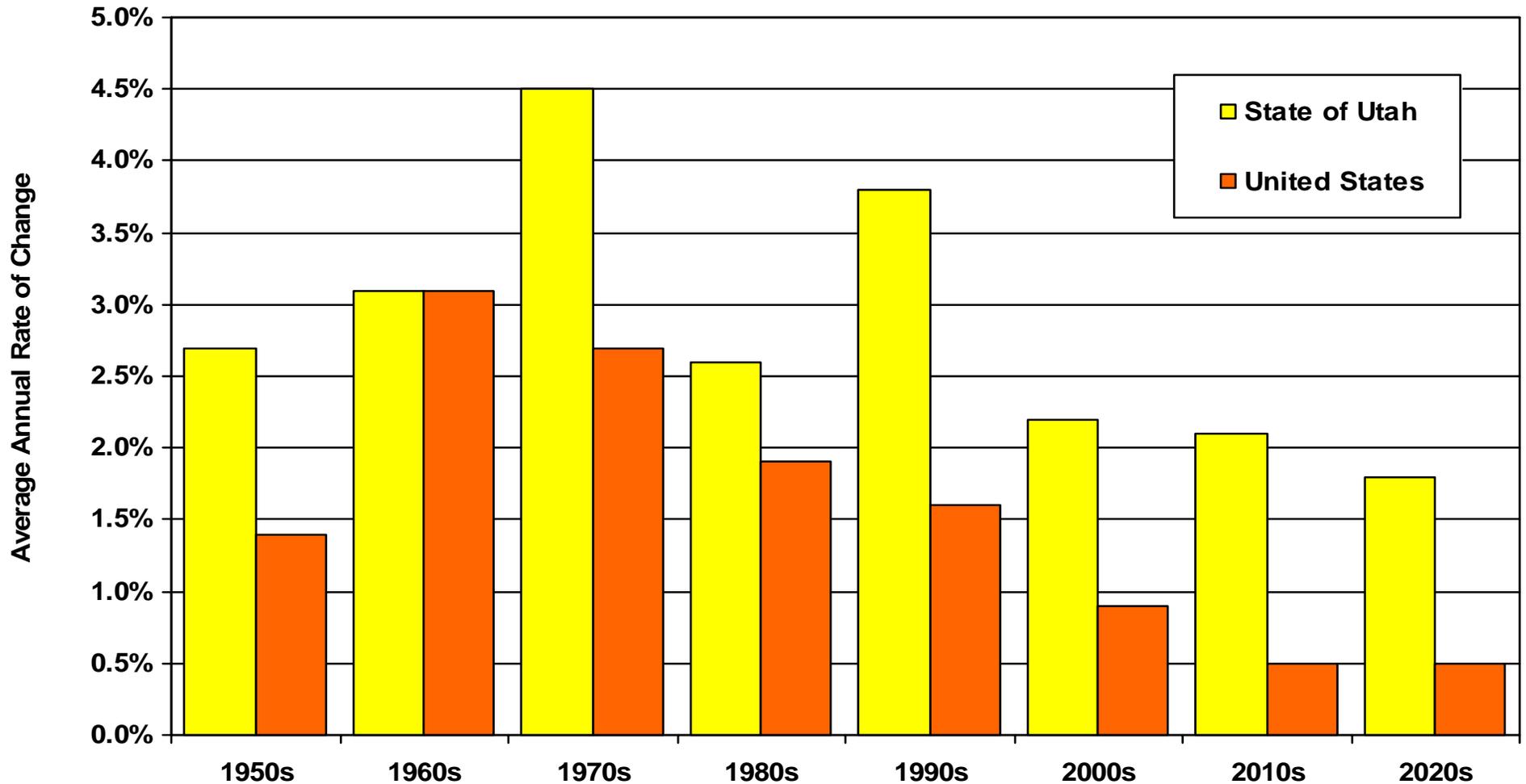
- **Economic Diversity**
- **Income and Education Above the Nation**
- **Mega-Projects**

Utah's Economy Remains Relatively Well-Diversified

Most Diversified Economies in the Country: 2003



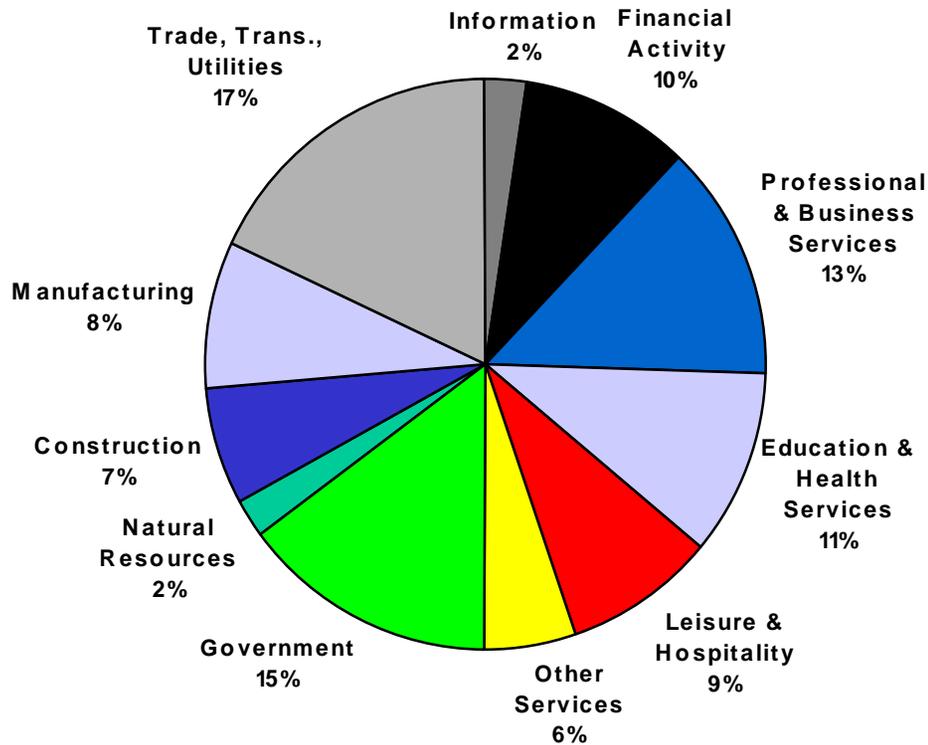
Total Employment Growth by Decade for Utah and the U.S.



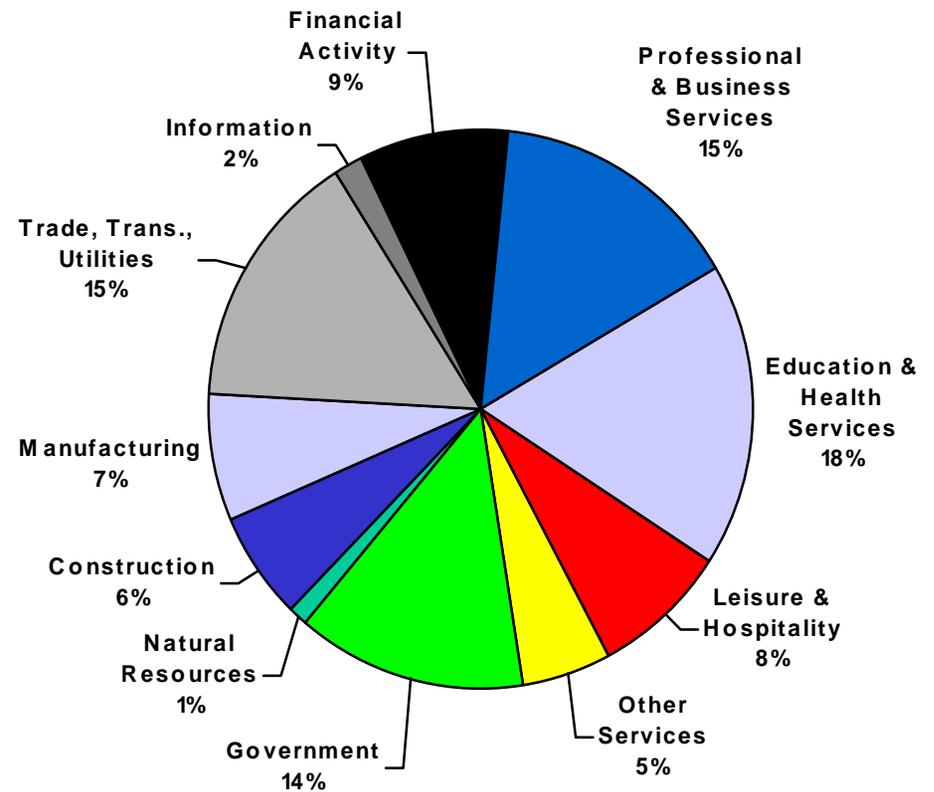
•Source: 2005 Baseline Projections, GOPB.

Utah Employment by Industry as a Share of Total State Employment

2005

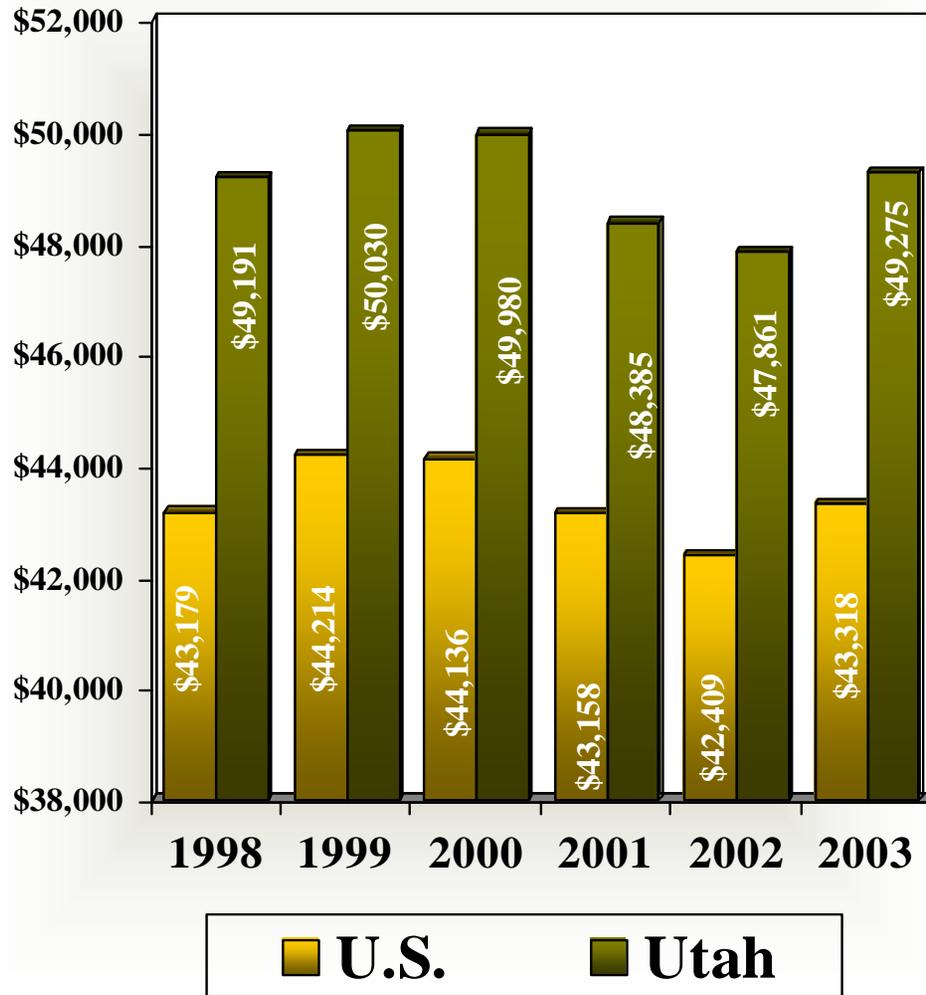


2030

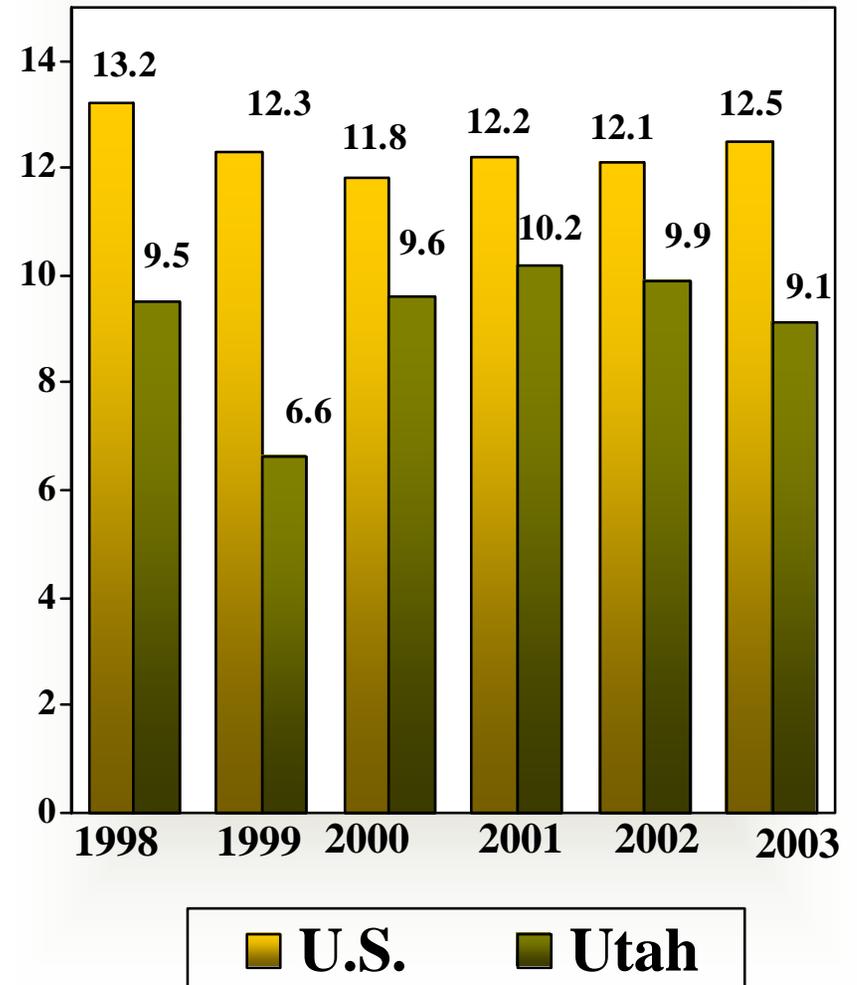


Utah Incomes Continue to Exceed that of the Nation

Median Household Income

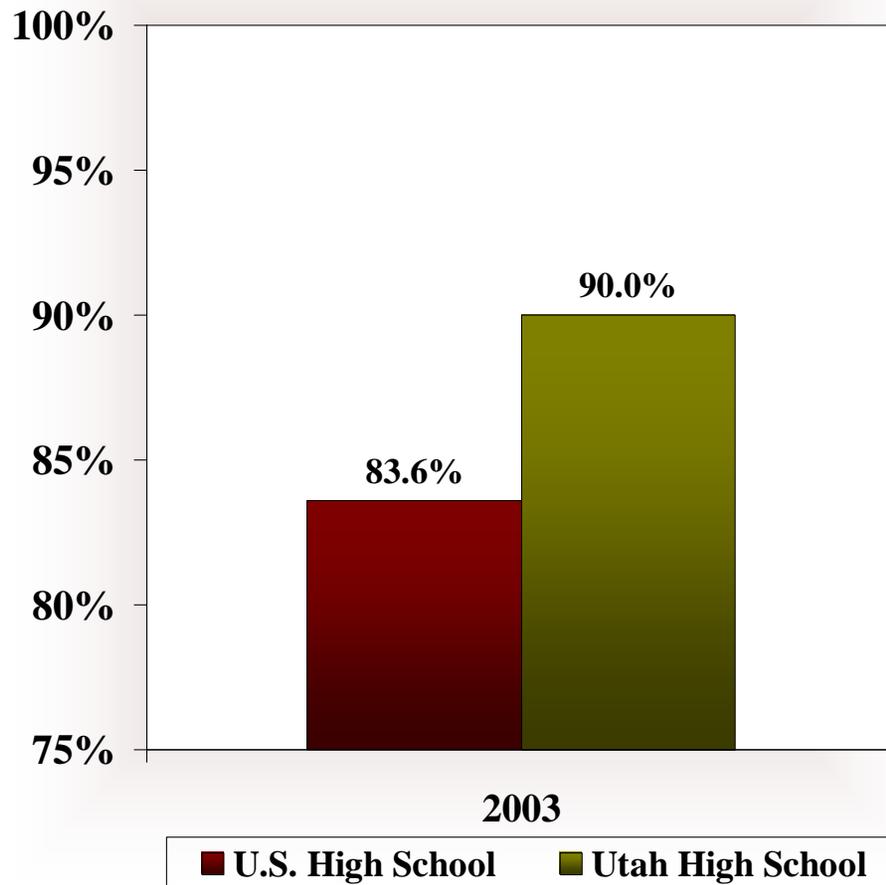


Percent of Persons in Poverty

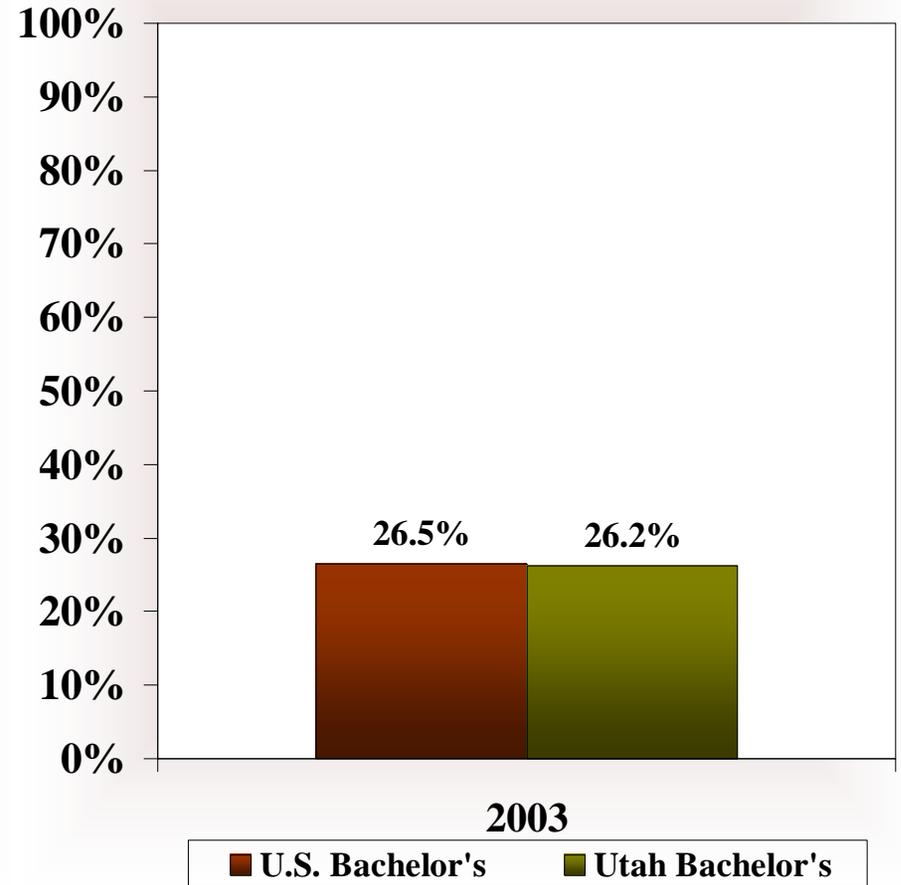


Education-Minded

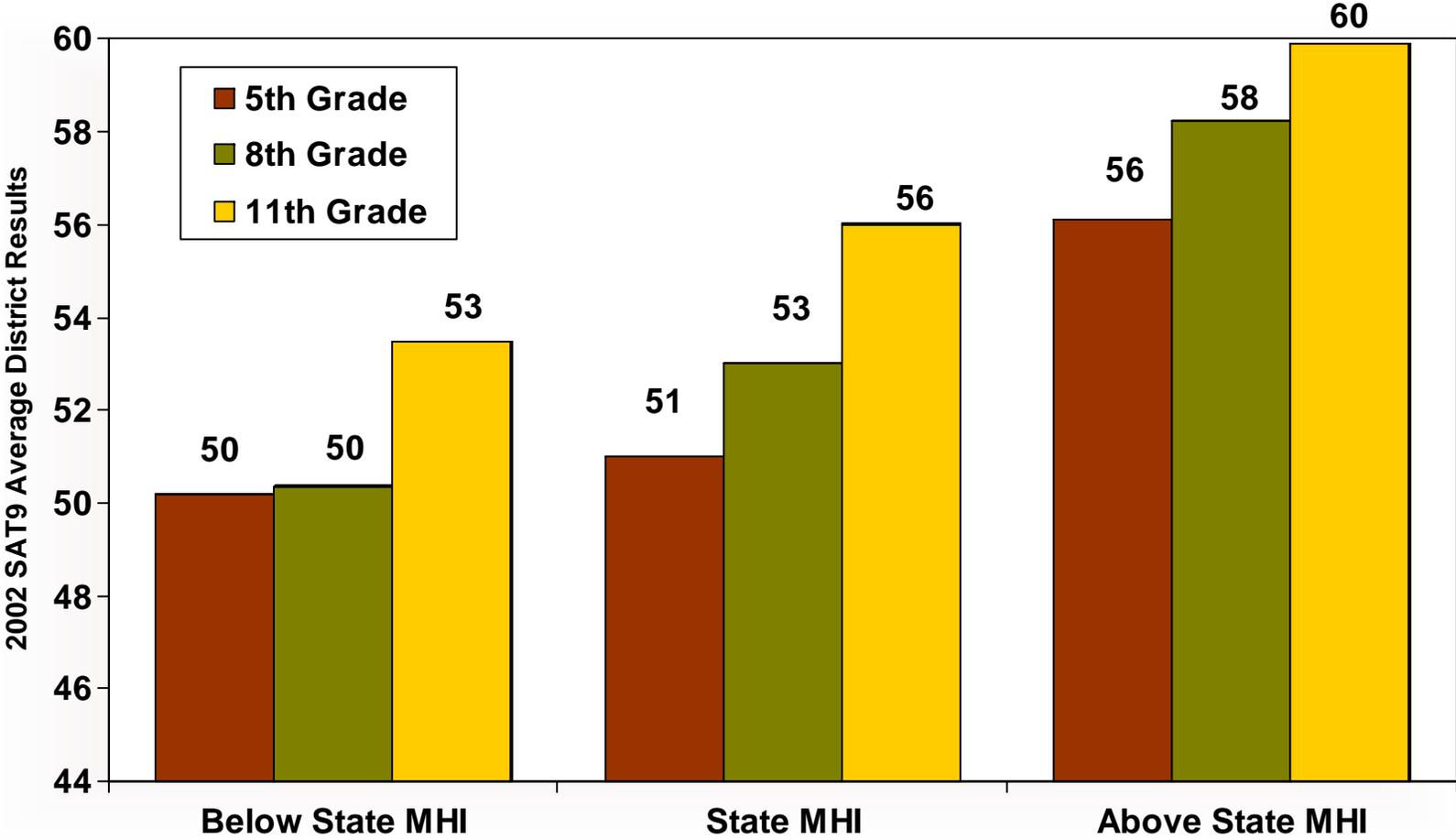
High School Diploma or Higher



Bachelor's Degree or Higher



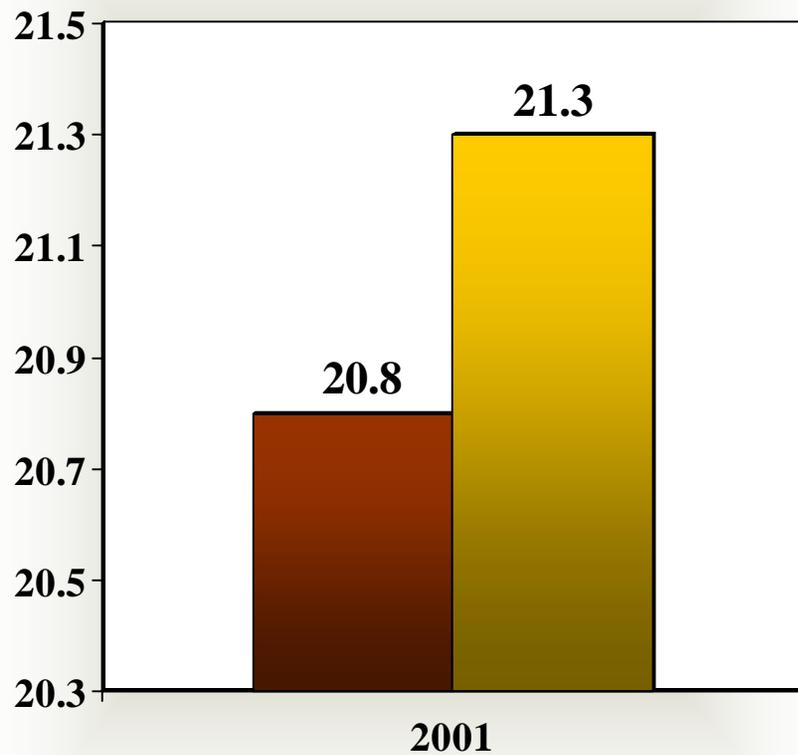
Student Achievement as Compared to Median Household Income: Utah School Districts



Source: Utah State Office of Education, Utah Governor's Office of Planning and Budget, and the U.S. Census Bureau; Census 2000

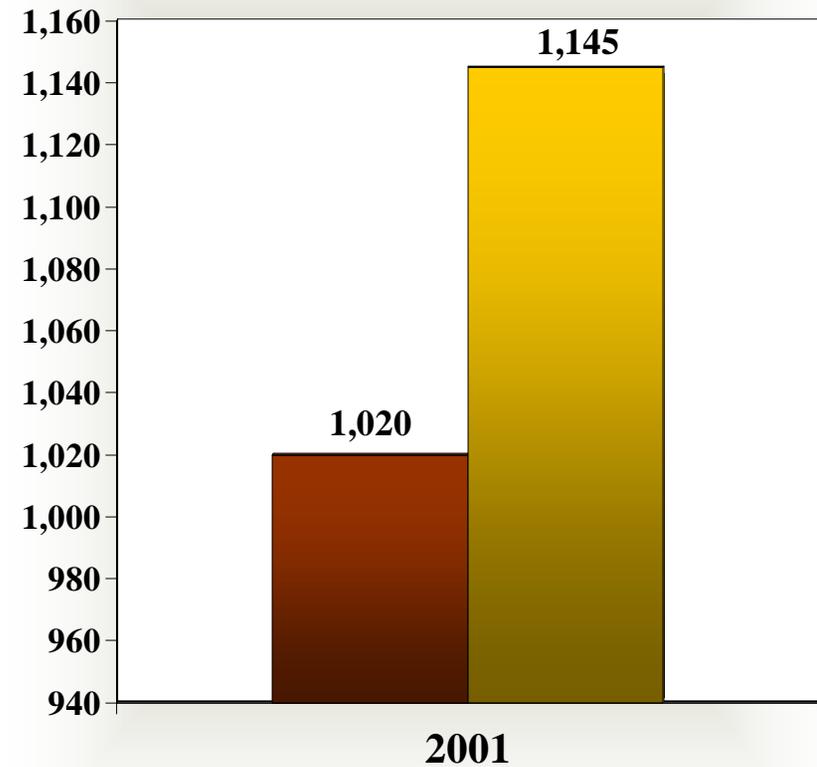
College Entrance Examinations: Utah and the U.S.

ACT Scores



■ U.S. Average ■ Utah Average

SAT Scores



■ U.S. Average ■ UT Average

National Assessment of Educational Progress "The Nation's Report Card"

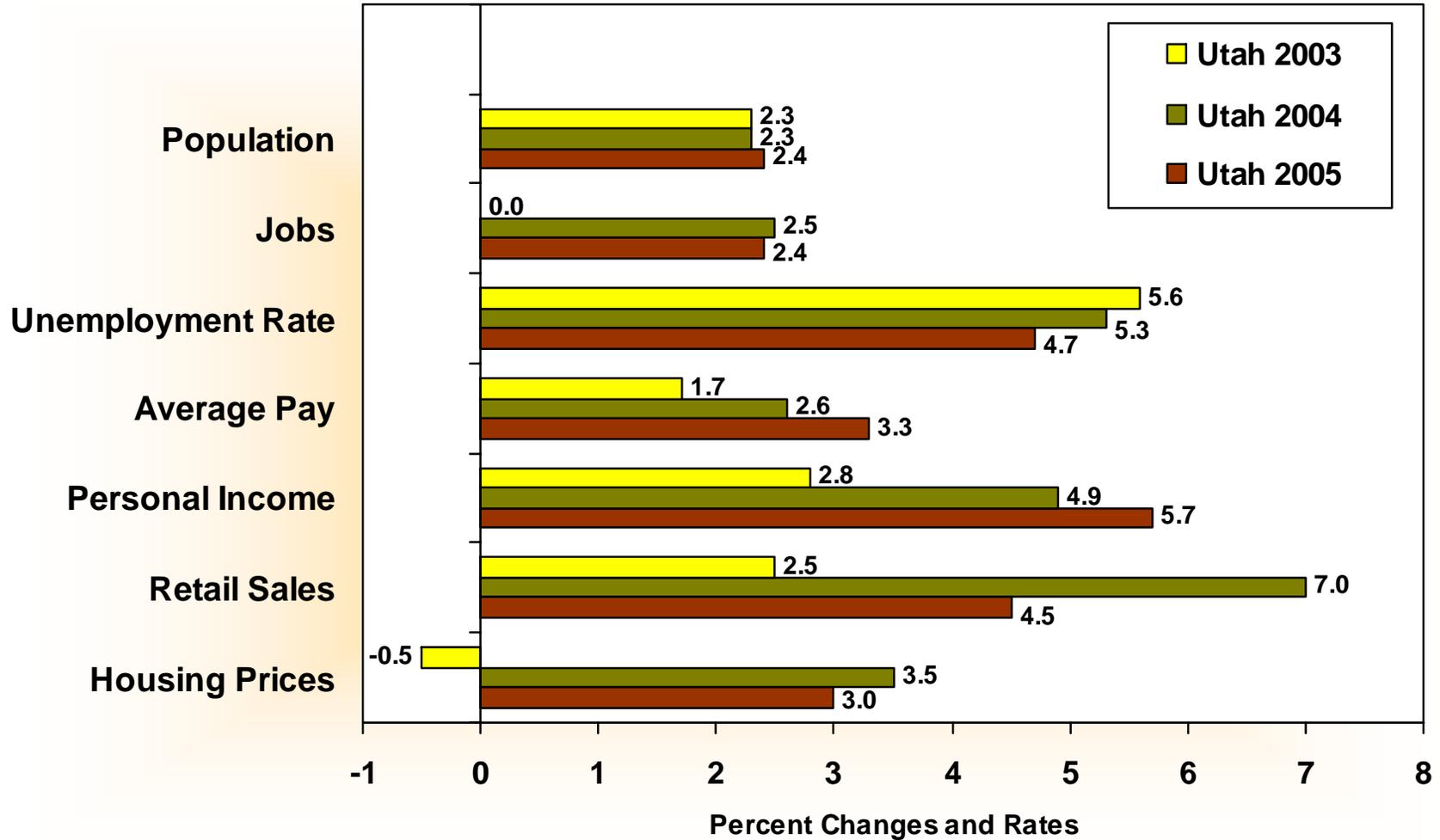
	Reading (2003)	Writing (2002)	Math (2003)	Science (2000)
Utah 4th Grade	219	145	235	155
Nation's 4th Grade Avg.	216	153	234	148
Utah 8th Grade	261	143	281	155
Nation's 8th Grade Avg.	263	152	276	149



Mega-Projects

- **Projects ending in 2004**
 - Renaissance Towne Center - \$100m
 - Diamond Fork Conveyance System CUP - \$150 m
 - Ogden City Downtown Redevelopment - \$150m
 - Union Pacific Maintenance Facility - \$150m
 - Williams Petroleum Pipeline - \$200m
- **2005 and Beyond**
 - Traverse Mountain - \$2 billion
 - Airport Expansion - \$1 billion
 - Day Break by Kennecott Land - \$1 billion
 - Jordan Bluffs Mixed Use - \$500m
 - IHC Intermountain Medical Center - \$362.5m

Utah Economic Forecast





2004

Governor's Office
of
Planning and Budget
December 2004