

SISKIYOU COUNTY ECONOMIC FORECAST

Siskiyou County is one of the three northernmost counties in California, sharing its border with the state of Oregon. The county is the fifth largest in terms of land size in the state. Mt Shasta in the center of the county is a principal winter sports center for residents and visitors. The Sacramento and McCloud Rivers are principal trout fishing destinations in California.

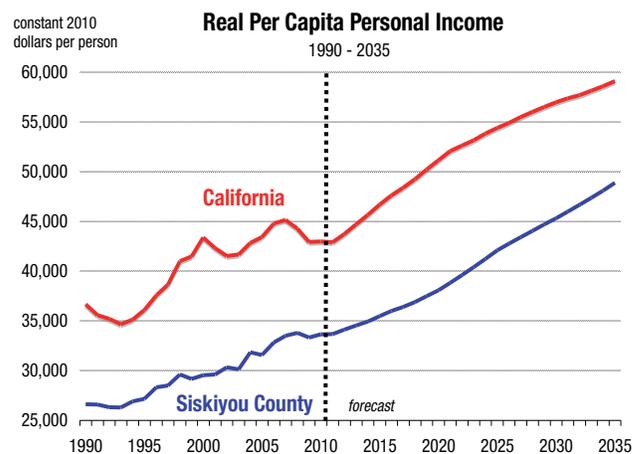
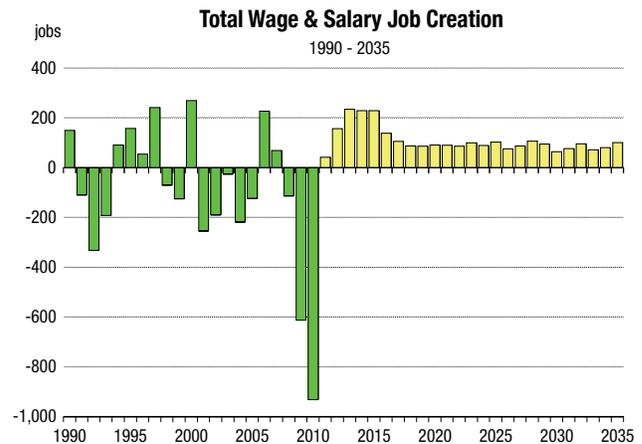
Siskiyou County has a population of 44,925 people and 12,263 wage and salary jobs. The per capita income is \$33,641, and the average salary per worker is \$41,058. In 2010, total wage and salary jobs fell by nearly 1,000 jobs or 7.1 percent. The farm sector accounts for 5 percent of total employment in the county, and fell 7.1 percent in 2010. The unemployment rate increased to 17.6 percent in 2010.

Sectors creating jobs in 2010 included manufacturing, wholesale trade, leisure services, financial activities, and professional services. The sectors that lost the most jobs during 2010 were government (-580 jobs), transportation and warehousing (-170 jobs), retail trade (-150 jobs), and education and healthcare (-100 jobs). The government sector is the largest sector in the county, accounting for 29 percent of total employment.

The population in Siskiyou County rose by just 1.4 percent between the 2000 and 2010 census. Over the past decade, 6 of the 9 incorporated cities lost population. Dorris, Fort Jones City, and Yreka were the exceptions growing by between 6 and 27 percent. Net migration in the county was positive last year, with an estimated total of 227 migrants entering the county.

FORECAST HIGHLIGHTS

- Total wage and salary job growth is forecast to increase to 0.3 percent in 2011. From 2011 to 2016, total employment growth averages 1.6 percent per year.
- Average salaries adjusted for inflation are currently below the California state average and will remain so over the forecast period. Inflation adjusted salaries are expected to rise an average of 0.2 percent per year over the 2011 to 2016 period.
- Between 2011 and 2016, the momentum for employment growth is in leisure and recreation services, education and healthcare, professional services, and government. These sectors account for 66 percent of all job growth in the county during this time.
- The population in the county will continue to grow, but at a slower rate than the state average. Annual growth in the 2011 to 2016 period averages 0.4 percent per year.

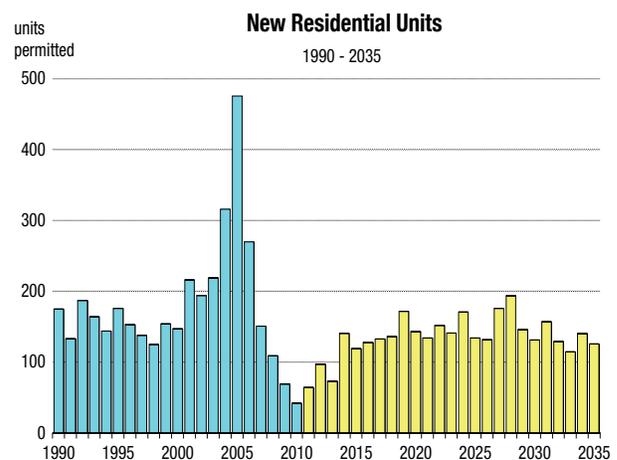
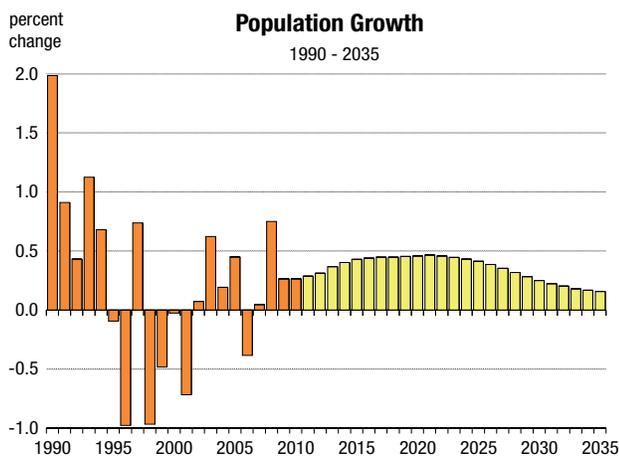


- Net migration will remain at approximately the current level over the next several years with an estimated 210 people entering the county in 2011. Between 2011 and 2016 net migration is expected to average 229 net migrants per year. Net migration accounts for all population growth, as natural increase is negative.
- Real per capita income is forecast to increase 0.1 percent in 2011. From 2011 to 2016 real per capita incomes are expected to increase an average of 1.3 percent per year.
- Total taxable sales, adjusted for inflation, are forecast to rise at a rate of 3.1 percent in 2011. Between 2011 and 2016 real taxable sales are forecast to increase by an average of 1.7 percent per year.
- Industrial production is forecast to increase 5.7 percent in 2011. Between 2011 and 2016 the growth rate of industrial production will average 3.7 percent per year. Total crop production, adjusted for inflation, is expected to decline an average of 1.0 percent per year over the same time period. The principle crop in the county is strawberries.

Siskiyou County Economic Forecast

2006-2010 History, 2011-2040 Forecast

	Population (people)	Net Migration (people)	Registered Vehicles (thousands)	Households (thousands)	New Homes Permitted (homes)	Total Taxable Sales (billions)	Personal Income (billions)	Real Per Capita Income (dollars)	Inflation Rate (% change in CPI)	Real Farm Crop Value (millions)	Real Industrial Production (millions)	Unemploy- ment Rate (percent)
2006	44,334	-86	66.0	19.7	270	\$0.51	\$1.34	\$32,820	3.2	177.7	285.2	8.0
2007	44,355	-6	66.4	20.1	151	\$0.52	\$1.41	\$33,499	3.4	178.2	284.4	8.5
2008	44,688	424	66.0	20.3	109	\$0.51	\$1.48	\$33,805	3.0	242.8	282.5	10.2
2009	44,806	208	66.3	20.4	69	\$0.42	\$1.47	\$33,327	0.8	207.2	235.2	14.6
2010	44,925	227	66.1	20.5	42	\$0.45	\$1.51	\$33,641	1.3	195.7	223.1	17.6
2011	45,054	210	66.2	20.6	64	\$0.48	\$1.57	\$33,678	3.3	197.0	235.8	16.9
2012	45,195	216	66.5	20.6	97	\$0.50	\$1.63	\$34,108	2.3	197.3	253.4	16.0
2013	45,362	229	67.0	20.7	73	\$0.52	\$1.69	\$34,527	2.3	195.9	266.0	14.6
2014	45,545	238	67.7	20.7	141	\$0.54	\$1.76	\$34,935	2.4	193.2	272.3	13.0
2015	45,741	242	68.7	20.8	119	\$0.56	\$1.83	\$35,469	2.1	190.4	276.7	11.7
2016	45,943	241	70.0	20.9	128	\$0.58	\$1.91	\$36,002	2.1	187.2	282.3	10.6
2017	46,149	239	71.2	21.0	133	\$0.60	\$1.98	\$36,403	2.1	183.2	288.4	9.9
2018	46,356	238	72.5	21.1	136	\$0.62	\$2.05	\$36,893	2.0	178.9	294.1	9.2
2019	46,566	239	73.8	21.2	172	\$0.64	\$2.14	\$37,478	1.9	174.7	299.5	8.6
2020	46,780	241	75.3	21.4	143	\$0.66	\$2.22	\$38,073	1.7	171.2	304.4	8.2
2021	46,998	245	76.7	21.5	134	\$0.68	\$2.31	\$38,812	1.7	168.0	314.0	8.0
2022	47,214	245	78.3	21.6	152	\$0.71	\$2.42	\$39,595	2.2	164.3	321.4	7.9
2023	47,425	246	80.0	21.7	141	\$0.73	\$2.53	\$40,409	2.2	160.7	329.1	7.9
2024	47,630	247	81.8	21.8	171	\$0.75	\$2.65	\$41,226	2.1	157.4	337.9	8.0
2025	47,827	247	83.6	21.9	134	\$0.78	\$2.77	\$42,079	2.1	154.2	346.6	8.0
2026	48,012	245	85.3	22.1	132	\$0.80	\$2.89	\$42,761	2.1	151.0	356.4	8.1
2027	48,182	245	86.9	22.2	176	\$0.83	\$3.00	\$43,398	2.1	148.0	366.8	8.3
2028	48,336	246	88.4	22.3	194	\$0.85	\$3.12	\$44,045	2.1	144.9	377.4	8.5
2029	48,473	244	89.9	22.4	146	\$0.87	\$3.24	\$44,694	2.1	142.0	388.4	8.6
2030	48,594	241	91.3	22.6	131	\$0.89	\$3.37	\$45,322	2.1	139.0	399.9	8.8
2031	48,703	239	92.7	22.7	157	\$0.91	\$3.50	\$45,981	2.2	136.1	412.0	9.0
2032	48,801	238	94.2	22.8	129	\$0.94	\$3.64	\$46,674	2.2	133.3	424.4	9.2
2033	48,890	235	95.6	22.9	115	\$0.96	\$3.78	\$47,379	2.1	130.5	437.3	9.3
2034	48,972	234	97.1	23.0	140	\$0.99	\$3.93	\$48,094	2.2	127.8	450.5	9.4
2035	49,050	233	98.6	23.1	126	\$1.01	\$4.08	\$48,868	2.2	125.2	464.1	9.5
2036	49,124	231	100.2	23.2	111	\$1.04	\$4.24	\$49,652	2.1	122.6	478.2	9.6
2037	49,196	229	101.7	23.3	117	\$1.07	\$4.41	\$50,452	2.2	120.1	492.7	9.6
2038	49,270	228	103.4	23.4	143	\$1.10	\$4.59	\$51,299	2.1	117.7	507.7	9.7
2039	49,347	228	105.1	23.5	122	\$1.13	\$4.77	\$52,187	2.1	115.3	523.1	9.7
2040	49,430	226	106.9	23.6	114	\$1.16	\$4.96	\$53,091	2.1	113.0	539.0	9.6

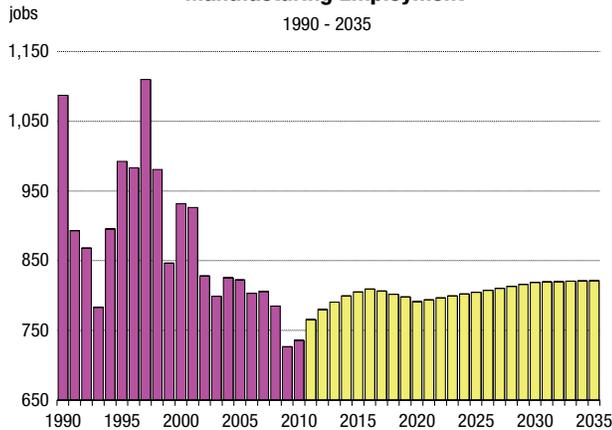


Siskiyou County Employment Forecast

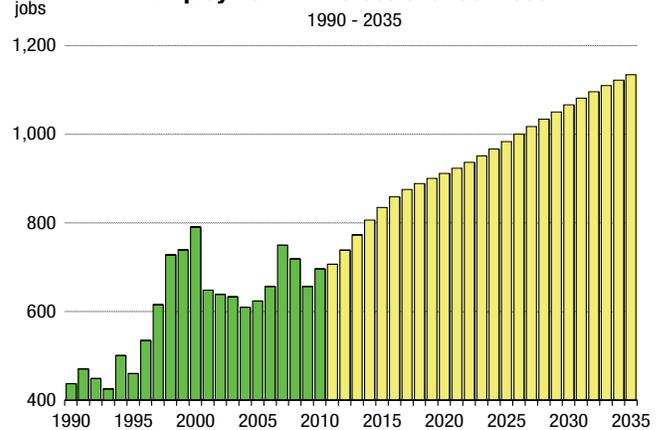
2006-2010 History, 2011-2040 Forecast

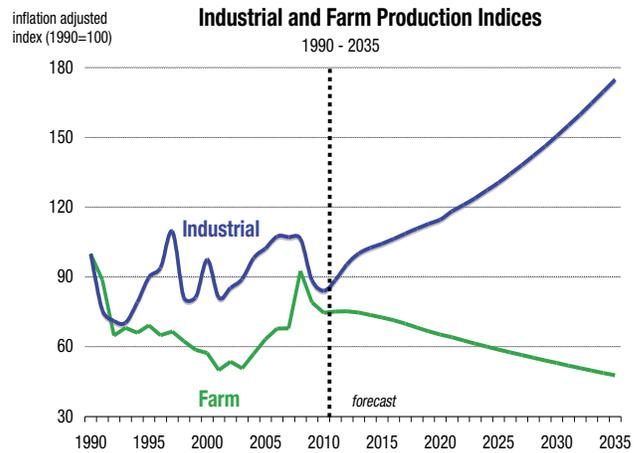
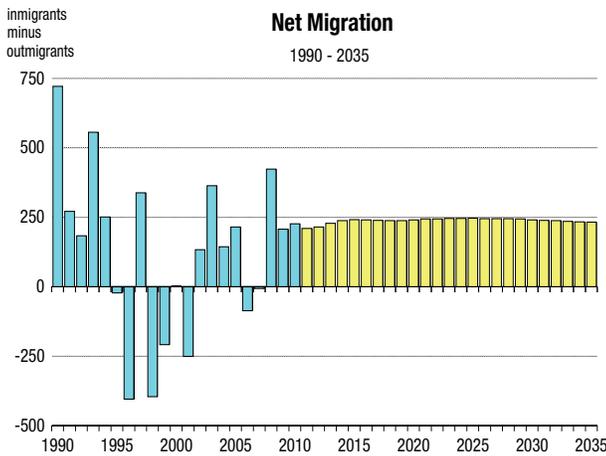
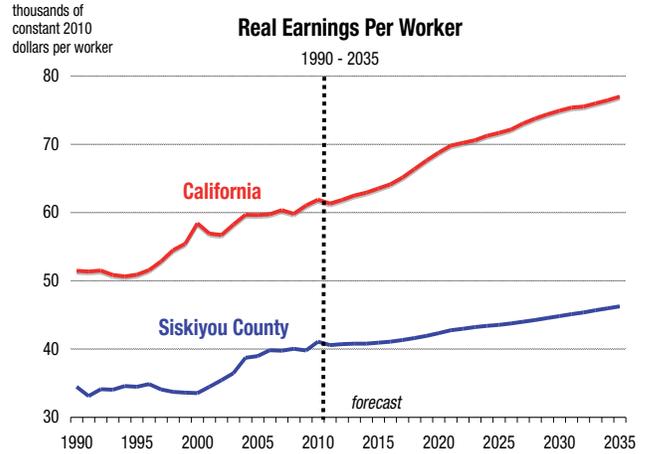
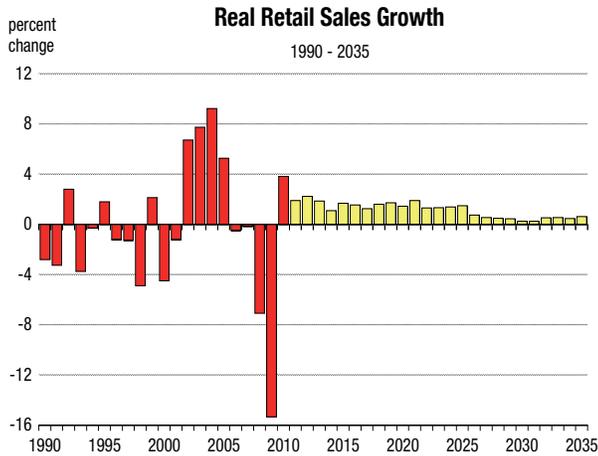
	Total Wage & Salary	Farm	Construction	Manufacturing	Transportation & Utilities	Wholesale & Retail Trade	Financial Activities	Professional Services	Information	Health & Education	Leisure	Government
-----employment (thousands of jobs)-----												
2006	13.9	0.68	0.58	0.80	0.55	1.93	0.48	0.66	0.24	1.65	1.93	3.91
2007	13.9	0.66	0.57	0.81	0.55	1.95	0.45	0.75	0.22	1.69	1.80	4.05
2008	13.8	0.62	0.52	0.79	0.52	1.97	0.39	0.72	0.22	1.76	1.75	4.14
2009	13.2	0.73	0.36	0.73	0.37	1.93	0.37	0.66	0.20	1.78	1.60	4.09
2010	12.3	0.68	0.34	0.74	0.20	1.80	0.38	0.70	0.19	1.68	1.65	3.50
2011	12.3	0.72	0.34	0.77	0.20	1.80	0.39	0.71	0.19	1.71	1.67	3.40
2012	12.5	0.73	0.34	0.78	0.21	1.82	0.41	0.74	0.19	1.73	1.69	3.39
2013	12.7	0.73	0.35	0.79	0.21	1.83	0.43	0.77	0.19	1.75	1.71	3.45
2014	12.9	0.73	0.35	0.80	0.21	1.85	0.45	0.81	0.19	1.77	1.73	3.55
2015	13.2	0.73	0.38	0.81	0.21	1.87	0.47	0.84	0.20	1.80	1.75	3.63
2016	13.3	0.73	0.38	0.81	0.21	1.88	0.46	0.86	0.20	1.82	1.77	3.69
2017	13.4	0.73	0.39	0.81	0.21	1.89	0.46	0.88	0.20	1.84	1.79	3.73
2018	13.5	0.72	0.39	0.80	0.21	1.90	0.47	0.89	0.20	1.85	1.80	3.77
2019	13.6	0.71	0.40	0.80	0.21	1.91	0.47	0.90	0.20	1.87	1.81	3.81
2020	13.7	0.71	0.41	0.79	0.21	1.92	0.47	0.91	0.20	1.89	1.82	3.85
2021	13.8	0.71	0.40	0.79	0.21	1.93	0.48	0.92	0.20	1.91	1.83	3.89
2022	13.8	0.71	0.40	0.80	0.21	1.93	0.48	0.94	0.20	1.93	1.84	3.93
2023	13.9	0.71	0.41	0.80	0.21	1.94	0.48	0.95	0.20	1.95	1.85	3.96
2024	14.0	0.71	0.40	0.80	0.21	1.95	0.48	0.97	0.20	1.97	1.86	3.99
2025	14.1	0.71	0.42	0.81	0.21	1.96	0.48	0.98	0.20	2.00	1.86	4.02
2026	14.2	0.71	0.40	0.81	0.21	1.97	0.49	1.00	0.20	2.02	1.87	4.05
2027	14.3	0.71	0.40	0.81	0.21	1.97	0.49	1.02	0.21	2.05	1.88	4.07
2028	14.4	0.71	0.42	0.81	0.21	1.98	0.49	1.03	0.21	2.07	1.89	4.10
2029	14.5	0.71	0.43	0.82	0.21	1.99	0.50	1.05	0.21	2.09	1.89	4.12
2030	14.6	0.71	0.41	0.82	0.21	1.99	0.50	1.07	0.21	2.12	1.90	4.14
2031	14.6	0.71	0.40	0.82	0.21	2.00	0.50	1.08	0.21	2.15	1.91	4.16
2032	14.7	0.72	0.41	0.82	0.21	2.01	0.51	1.10	0.21	2.17	1.92	4.18
2033	14.8	0.72	0.40	0.82	0.21	2.01	0.51	1.11	0.21	2.20	1.92	4.21
2034	14.9	0.72	0.39	0.82	0.21	2.02	0.52	1.12	0.21	2.23	1.93	4.23
2035	15.0	0.72	0.41	0.82	0.21	2.03	0.52	1.13	0.21	2.25	1.94	4.26
2036	15.1	0.72	0.40	0.82	0.21	2.03	0.52	1.15	0.21	2.28	1.94	4.29
2037	15.2	0.72	0.39	0.82	0.21	2.04	0.53	1.16	0.21	2.31	1.95	4.33
2038	15.3	0.72	0.39	0.82	0.21	2.05	0.53	1.17	0.21	2.34	1.96	4.36
2039	15.4	0.72	0.41	0.82	0.22	2.05	0.54	1.18	0.22	2.37	1.97	4.40
2040	15.5	0.72	0.40	0.82	0.22	2.06	0.54	1.20	0.22	2.40	1.97	4.44

Manufacturing Employment



Employment in Professional Services





County Economic and Demographic Indicators

Projected Economic Growth (2011-2016)

Expected retail sales growth:	8.7%
Expected job growth:	8.0%
Fastest growing jobs sector:	Professional Services
Expected personal income growth:	9.0%

Expected population growth:	2.0%
Net migration to account for:	100.0%
Expected growth in number of vehicles:	5.7%

Demographics (2011)

Unemployment rate (June 2011)	16.6%
County Rank* in California (58 counties):	46th
Working age (16-64) population:	61.7%

Population with B.A. Degree or higher:	21.9%
Median Home Selling Price:	\$142,000
Median Household Income:	\$35,338

Quality of Life

Violent Crime rate (2009):	398 per 100,000 persons
County Rank* in California (58 counties):	29th
Average Commute Time to work (2011):	19.1 minutes

High School drop out rate (2009):	14.8%
Households at/below poverty line:	10.6%

* The county ranked 1st corresponds to the lowest rate in California