

SISKIYOU COUNTY ECONOMIC FORECAST

Siskiyou County is one of the three northernmost counties in California, sharing a border with the state of Oregon. In terms of total land size, it is the fifth largest county in the state. Mt. Shasta, located in the center of the county, is one of the state's principal recreation centers. In addition, the Siskiyou County portions of the Sacramento and McCloud Rivers are major trout fishing destinations.

Siskiyou County has a population of 45,300 people and a total of 13,300 wage and salary jobs. The government is the largest employer in the county, representing 31 percent of all wage and salary jobs. The per capita income in Siskiyou County is \$39,404 and the average salary per worker is \$44,565.

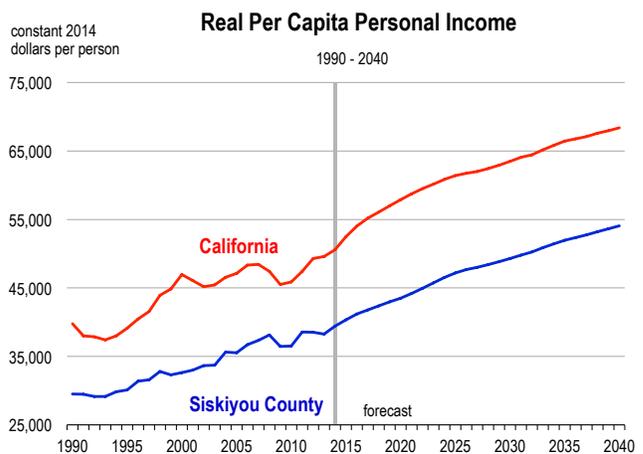
In 2014, total wage and salary employment increased by 230 jobs, a rise of 1.8 percent. Total employment has now increased for two consecutive years, but the county has yet to surpass its pre-recession peak, which was set in 2007. Over the past year, the unemployment rate improved from 13.2 percent in 2013 to 11.3 percent in 2014.

Most industry sectors showed positive job creation in 2014. The largest increases were observed in education and healthcare (+70 jobs), professional and business services (+40 jobs), and government (+40 jobs). Significant declines were not observed in any sector.

Between 2009 and 2014, the population of Siskiyou County increased at an annual average rate of 0.2 percent. On average, the county gained 150 residents each year through net migration, but saw reductions of 82 residents each year through the natural decrease (deaths outnumbering births).

FORECAST HIGHLIGHTS

- Total wage and salary employment is expected to increase by 1.3 percent in 2015. Over the entire 2015-2020 period, growth will average 0.6 percent per year.
- Average salaries are currently below the California state average, and will remain so over the forecast period. In Siskiyou County, inflation-adjusted salaries are expected to increase by 1.0 percent per year between 2015 and 2020.
- Between 2015 and 2020, the momentum for employment growth will be in leisure and hospitality, education and healthcare, and professional business services. Together, these sectors will account for 66 percent of net job growth in the county.
- Over the next five years, population growth will be slow, averaging 0.2 percent per year.

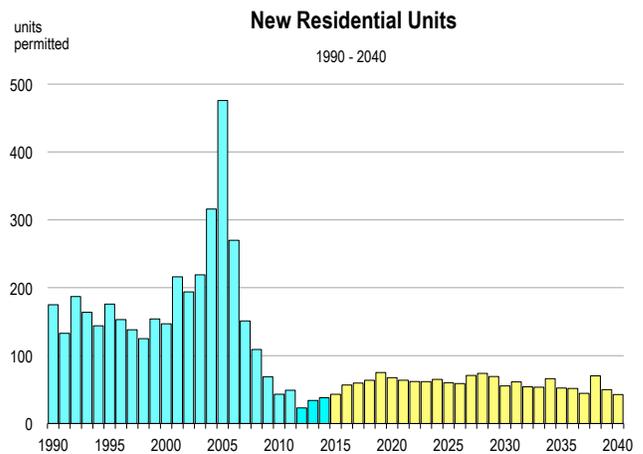
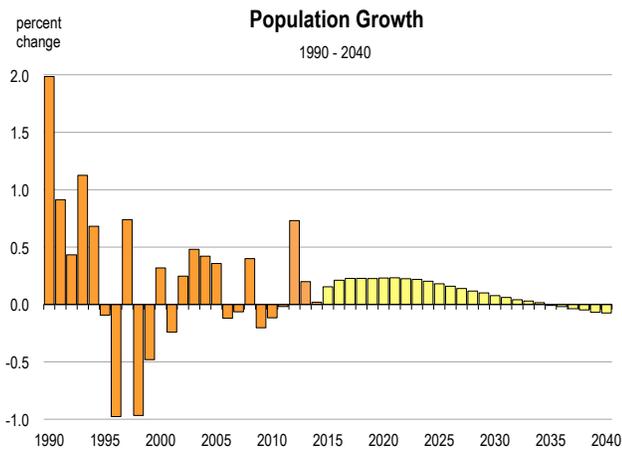


- Net migration will be positive but low. Between 2015 and 2020, an average of 220 net migrants will enter the county each year. Because the natural decrease will persist, net migration will account for all population growth in the county.
- Real per capita income is forecast to increase by 2.4 percent in 2015. From 2015 to 2020, growth will average 1.5 percent per year.
- Total taxable sales, adjusted for inflation, are expected to rise at an annual average rate of 1.2 percent between 2015 and 2020.
- Industrial production is forecast to increase by 3.8 percent in 2015. Between 2015 and 2020, the growth rate of industrial production will average 2.1 percent per year.
- Total crop production, adjusted for inflation, is expected to increase by an average of 1.0 percent per year over the next five years.

Siskiyou County Economic Forecast

2006-2014 History, 2015-2040 Forecast

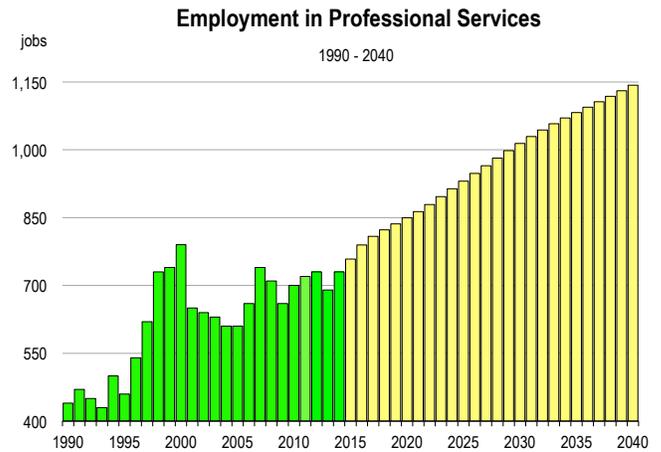
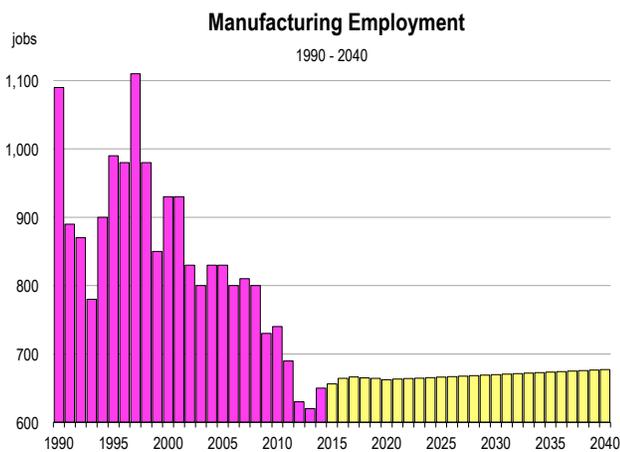
	Population (people)	Net Migration (people)	Registered Vehicles (thousands)	Households (thousands)	New Homes Permitted (homes)	Total Taxable Sales (billions)	Personal Income (billions)	Real Per Capita Income (dollars)	Inflation Rate (% change in CPI)	Real Farm Crop Value (millions)	Real Industrial Production (millions)	Unemploy- ment Rate (percent)
2006	44,891	30	66.0	19.1	270	\$0.51	\$1.37	\$36,725	3.2	197.0	340.7	8.0
2007	44,862	-56	66.4	19.4	151	\$0.52	\$1.44	\$37,323	3.4	197.5	366.1	8.5
2008	45,041	270	66.0	19.5	109	\$0.51	\$1.52	\$38,123	2.9	269.0	388.5	10.2
2009	44,950	-75	66.3	19.5	69	\$0.42	\$1.46	\$36,464	0.8	229.6	285.2	14.6
2010	44,898	52	66.1	19.5	43	\$0.43	\$1.48	\$36,516	1.3	216.9	273.3	16.9
2011	44,890	62	64.4	19.5	49	\$0.51	\$1.60	\$38,553	2.7	302.0	291.8	17.0
2012	45,218	355	62.9	19.6	23	\$0.52	\$1.66	\$38,539	2.7	374.8	305.9	15.7
2013	45,308	173	64.1	19.6	34	\$0.54	\$1.68	\$38,244	2.3	327.9	304.9	13.2
2014	45,317	109	64.2	19.6	38	\$0.58	\$1.79	\$39,404	2.8	325.2	323.1	11.3
2015	45,387	174	64.1	19.7	43	\$0.60	\$1.85	\$40,338	1.2	326.1	335.2	9.8
2016	45,483	205	64.4	19.7	57	\$0.63	\$1.96	\$41,186	3.2	327.5	347.2	8.7
2017	45,586	216	64.7	19.7	60	\$0.66	\$2.05	\$41,773	3.2	330.9	354.6	8.4
2018	45,690	221	65.1	19.7	64	\$0.68	\$2.15	\$42,363	3.0	332.1	361.3	8.3
2019	45,793	223	65.4	19.8	75	\$0.71	\$2.25	\$42,955	2.8	336.0	366.8	8.2
2020	45,899	230	65.7	19.8	68	\$0.73	\$2.35	\$43,510	2.9	343.6	372.3	8.1
2021	46,005	236	66.0	19.8	64	\$0.76	\$2.46	\$44,197	3.0	343.1	379.2	8.2
2022	46,109	238	66.3	19.9	62	\$0.79	\$2.59	\$44,944	3.1	348.1	386.5	8.1
2023	46,209	241	66.6	19.9	62	\$0.82	\$2.71	\$45,740	2.7	349.8	399.1	8.1
2024	46,303	241	66.8	20.0	65	\$0.84	\$2.83	\$46,511	2.6	353.2	410.2	8.1
2025	46,386	239	67.1	20.0	60	\$0.87	\$2.96	\$47,185	2.8	355.8	422.0	8.1
2026	46,460	238	67.3	20.1	59	\$0.90	\$3.08	\$47,665	2.8	358.8	434.6	8.1
2027	46,525	238	67.4	20.1	71	\$0.93	\$3.19	\$48,015	2.8	361.7	448.0	8.1
2028	46,579	237	67.6	20.1	74	\$0.95	\$3.31	\$48,395	2.7	364.7	462.5	8.1
2029	46,626	237	67.7	20.2	69	\$0.98	\$3.42	\$48,837	2.5	367.7	478.1	8.1
2030	46,662	234	67.8	20.2	55	\$1.01	\$3.54	\$49,290	2.4	370.9	494.2	8.1
2031	46,691	233	67.9	20.3	61	\$1.04	\$3.66	\$49,796	2.3	374.0	510.7	8.0
2032	46,710	230	67.9	20.3	54	\$1.07	\$3.79	\$50,258	2.5	377.1	527.9	8.0
2033	46,724	228	68.0	20.3	54	\$1.10	\$3.91	\$50,865	2.1	380.2	545.7	8.0
2034	46,732	226	68.0	20.4	66	\$1.13	\$4.05	\$51,428	2.3	383.5	564.0	8.0
2035	46,729	222	68.0	20.4	52	\$1.16	\$4.19	\$51,965	2.4	386.7	583.0	8.0
2036	46,721	220	68.0	20.5	52	\$1.20	\$4.33	\$52,366	2.8	389.9	602.7	8.0
2037	46,703	217	67.9	20.5	44	\$1.24	\$4.49	\$52,737	2.8	393.3	622.8	8.0
2038	46,681	217	67.9	20.5	70	\$1.27	\$4.65	\$53,215	2.7	396.5	643.9	8.0
2039	46,650	213	67.8	20.6	50	\$1.31	\$4.81	\$53,623	2.8	400.0	665.1	8.0
2040	46,615	212	67.7	20.6	43	\$1.36	\$4.98	\$54,061	2.8	403.3	691.2	8.0

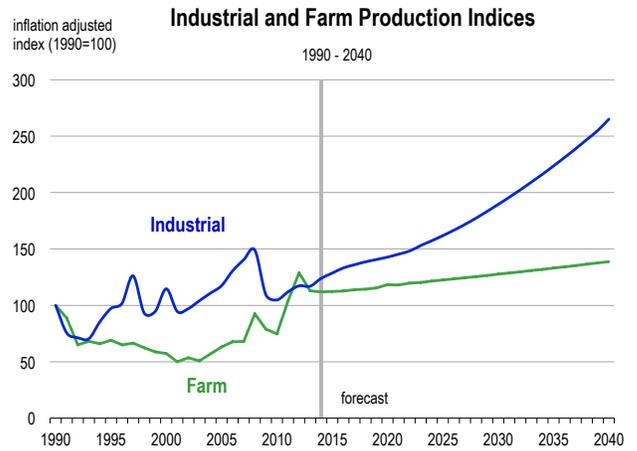
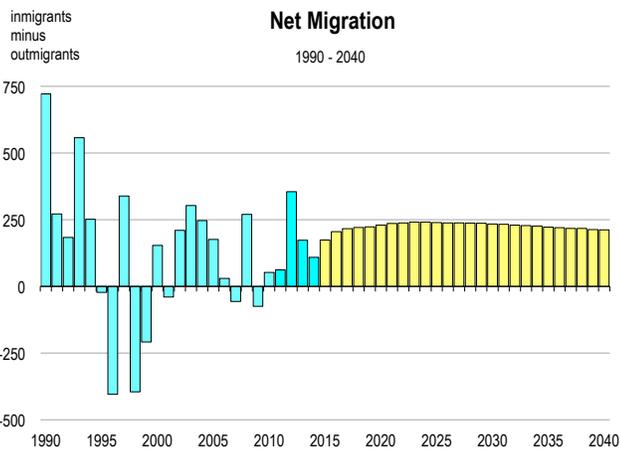
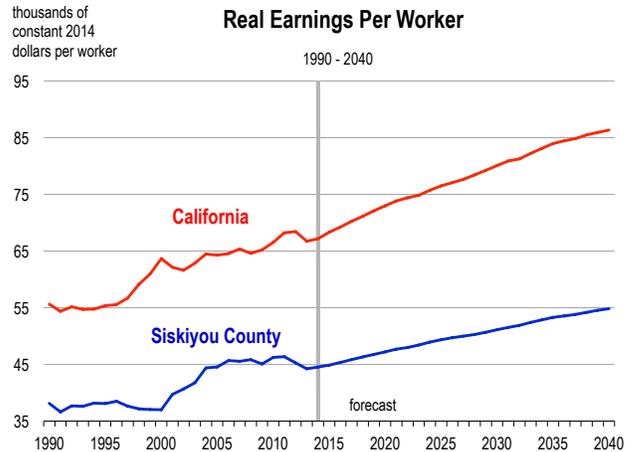


Siskiyou County Employment Forecast

2006-2014 History, 2015-2040 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	14.01	0.66	0.58	0.80	0.53	1.91	0.50	0.66	0.23	1.81	1.93	3.94
2007	14.14	0.67	0.57	0.81	0.57	1.93	0.47	0.74	0.20	1.86	1.80	4.06
2008	14.07	0.62	0.53	0.80	0.53	1.98	0.40	0.71	0.20	1.98	1.76	4.10
2009	13.43	0.73	0.36	0.73	0.37	1.94	0.37	0.66	0.20	2.00	1.60	4.08
2010	13.27	0.70	0.33	0.74	0.20	1.81	0.37	0.70	0.18	1.90	1.63	4.31
2011	13.10	0.71	0.32	0.69	0.23	1.73	0.36	0.72	0.18	1.84	1.48	4.42
2012	12.97	0.76	0.31	0.63	0.24	1.77	0.35	0.73	0.15	1.75	1.52	4.29
2013	13.02	0.74	0.32	0.62	0.29	1.76	0.32	0.69	0.14	1.89	1.56	4.13
2014	13.25	0.75	0.32	0.65	0.31	1.78	0.31	0.73	0.14	1.96	1.56	4.17
2015	13.43	0.75	0.32	0.66	0.32	1.79	0.32	0.76	0.14	2.00	1.60	4.21
2016	13.57	0.75	0.33	0.66	0.32	1.80	0.33	0.79	0.14	2.02	1.62	4.22
2017	13.64	0.75	0.33	0.67	0.33	1.81	0.33	0.81	0.14	2.03	1.64	4.23
2018	13.71	0.75	0.33	0.66	0.33	1.82	0.33	0.82	0.14	2.05	1.65	4.23
2019	13.76	0.75	0.34	0.66	0.34	1.82	0.33	0.84	0.14	2.07	1.66	4.23
2020	13.82	0.75	0.33	0.66	0.34	1.83	0.33	0.85	0.14	2.10	1.67	4.25
2021	13.87	0.76	0.33	0.66	0.35	1.83	0.33	0.86	0.14	2.12	1.67	4.24
2022	13.91	0.76	0.33	0.66	0.35	1.83	0.33	0.88	0.14	2.14	1.67	4.24
2023	13.97	0.76	0.33	0.66	0.36	1.84	0.33	0.90	0.14	2.16	1.67	4.24
2024	14.01	0.76	0.33	0.67	0.36	1.84	0.34	0.91	0.15	2.17	1.67	4.24
2025	14.05	0.76	0.33	0.67	0.37	1.84	0.34	0.93	0.15	2.19	1.67	4.24
2026	14.08	0.77	0.33	0.67	0.38	1.83	0.34	0.95	0.15	2.20	1.68	4.23
2027	14.12	0.77	0.33	0.67	0.38	1.83	0.33	0.96	0.15	2.21	1.68	4.23
2028	14.16	0.77	0.34	0.67	0.39	1.83	0.33	0.98	0.15	2.22	1.69	4.22
2029	14.20	0.77	0.33	0.67	0.39	1.83	0.33	1.00	0.15	2.23	1.69	4.22
2030	14.24	0.77	0.33	0.67	0.40	1.82	0.33	1.01	0.15	2.24	1.70	4.22
2031	14.28	0.78	0.33	0.67	0.41	1.82	0.33	1.03	0.15	2.25	1.71	4.22
2032	14.32	0.78	0.33	0.67	0.41	1.82	0.34	1.04	0.15	2.26	1.72	4.22
2033	14.37	0.78	0.33	0.67	0.42	1.81	0.34	1.06	0.15	2.27	1.73	4.23
2034	14.42	0.78	0.33	0.67	0.43	1.81	0.34	1.07	0.15	2.28	1.74	4.23
2035	14.45	0.78	0.33	0.67	0.43	1.80	0.34	1.08	0.15	2.29	1.75	4.23
2036	14.49	0.78	0.33	0.67	0.44	1.80	0.33	1.09	0.15	2.30	1.76	4.23
2037	14.52	0.79	0.32	0.67	0.45	1.79	0.33	1.11	0.15	2.31	1.77	4.23
2038	14.57	0.79	0.34	0.68	0.45	1.79	0.33	1.12	0.15	2.32	1.78	4.23
2039	14.60	0.79	0.33	0.68	0.46	1.79	0.33	1.13	0.15	2.33	1.79	4.22
2040	14.64	0.79	0.32	0.68	0.47	1.78	0.33	1.14	0.15	2.34	1.80	4.22





County Economic and Demographic Indicators

Projected Economic Growth (2015-2020)

Expected retail sales growth:	5.2%
Expected job growth:	2.9%
Fastest growing jobs sector:	Professional Services
Expected personal income growth:	9.1%

Expected population growth:	1.1%
Net migration to account for:	100%
Expected growth in number of vehicles:	2.5%

Demographics (2015)

Unemployment rate (March 2015):	11.2%
County rank* in California (58 counties):	49th
Working age (16-64) population:	60.3%

Population with B.A. degree or higher:	23.5%
Median home selling price (2014):	\$140,000
Median household income:	\$37,793

Quality of Life

Violent crime rate (2013):	249 per 100,000 persons
County rank* in California (58 counties):	13th
Average commute time to work (2015):	19.9 minutes

High School drop out rate (2014):	5.6%
Households at/below poverty line (2015):	17.7%

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