

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, located in the center of the county, is one of the state's principal winter recreation centers. In addition, the Siskiyou County portions of the Sacramento and McCloud Rivers are major trout fishing destinations.

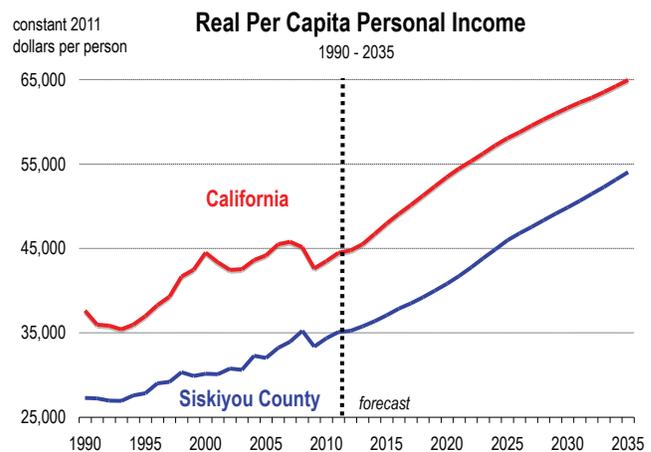
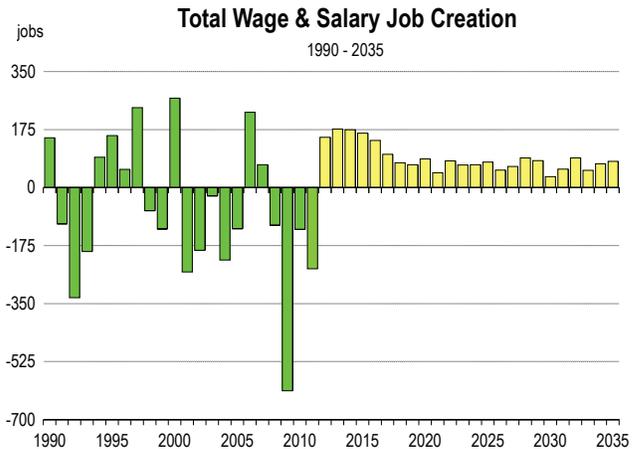
Siskiyou County has a population of 44,750 people and 12,800 wage and salary jobs. The government is the largest employer in the county, representing 34 percent of all wage and salary jobs. The per capita income is \$35,097, and the average salary per worker is \$41,474. In 2011, total wage and salary employment fell by 245 jobs, a decrease of 1.9 percent. The farm sector, which accounts for 5 percent of total employment, declined by 1.1 percent. However, despite these job losses, the unemployment rate remained unchanged at 16.6 percent.

During 2011, the only sectors to create jobs were government, professional services, and transportation and utilities. Together, these industries generated 96 new positions. The sectors that lost the most jobs were leisure and hospitality (-147 jobs), wholesale trade (-55 jobs), education and healthcare (-48 jobs), and manufacturing (-45 jobs).

Between 2006 and 2011, the population in Siskiyou County declined at an annual average rate of 0.1 percent. This was due entirely to the natural decrease (deaths were greater than births), as net migration was positive over this time frame. Siskiyou County has experienced a natural decrease in each year since 1999, and this trend is expected to continue over the forecast period.

FORECAST HIGHLIGHTS

- Total wage and salary employment is forecast to increase by 1.2 percent in 2012. Over the entire 2012-2017 period, total employment growth also will average 1.2 percent per year.
- Average salaries are currently below the California state average and will remain so over the forecast period. Inflation adjusted salaries are expected to rise by an average of 0.6 percent per year between 2012 and 2017.
- Between 2012 and 2017, the momentum for employment growth will be in leisure and recreation services, education and healthcare, professional services, and government. These sectors will account for 66 percent of all job growth during this time.
- Over the next five years, the county's population will continue to decrease. During this time frame, the annual rate of decline will average 0.2 percent.

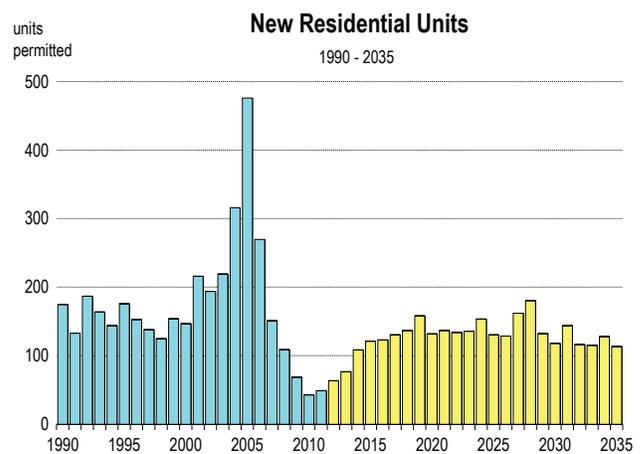
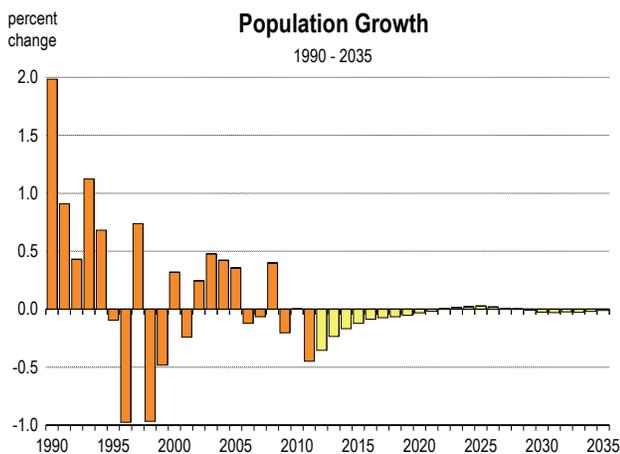


- Net migration will be low over the next several years. Between 2012 and 2017, net migration is expected to average 42 net migrants per year.
- Real per capita income is forecast to increase by 0.4 percent in 2012. From 2012 to 2017, real per capita income is expected to increase by an average of 1.5 percent per year.
- Total taxable sales, adjusted for inflation, are forecast to rise at a rate of 2.4 percent in 2012. Between 2012 and 2017, real taxable sales are forecast to increase by an average of 2.1 percent per year.
- Industrial production is forecast to increase by 7.1 percent in 2012. Between 2012 and 2017, the growth rate of industrial production will average 3.3 percent per year.
- Total crop production, adjusted for inflation, is expected to decline by an average of 0.4 percent per year over the next five years. The principle crop in the county is strawberries.

Siskiyou County Economic Forecast

2006-2011 History, 2012-2040 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	19.3	270	\$0.51	\$1.34	\$33,212	3.2	182.1	292.2	8.0
2007	44,862	-56	66.4	19.5	151	\$0.52	\$1.41	\$33,937	3.4	182.6	298.3	8.5
2008	45,041	270	66.0	19.5	109	\$0.51	\$1.52	\$35,227	3.0	248.7	295.5	10.2
2009	44,950	-75	66.3	19.5	69	\$0.42	\$1.44	\$33,359	0.8	212.3	245.7	14.6
2010	44,951	54	66.1	19.5	43	\$0.43	\$1.51	\$34,370	1.3	200.5	255.7	16.6
2011	44,750	-126	64.4	19.5	49	\$0.46	\$1.57	\$35,097	2.5	191.8	249.3	16.6
2012	44,592	-25	63.0	19.6	64	\$0.48	\$1.60	\$35,240	1.9	188.1	266.9	15.4
2013	44,487	23	62.1	19.6	77	\$0.50	\$1.66	\$35,772	2.1	188.7	281.3	14.2
2014	44,413	46	61.5	19.6	109	\$0.52	\$1.72	\$36,385	2.1	189.1	290.5	12.6
2015	44,359	62	61.0	19.7	121	\$0.54	\$1.78	\$37,090	1.8	184.3	293.9	11.1
2016	44,321	73	60.7	19.7	123	\$0.56	\$1.85	\$37,854	1.7	186.7	297.5	10.1
2017	44,289	74	60.4	19.8	131	\$0.58	\$1.91	\$38,485	1.7	187.6	302.3	9.5
2018	44,261	71	60.1	19.9	137	\$0.60	\$1.98	\$39,212	1.7	188.6	307.6	9.0
2019	44,238	71	60.0	19.9	158	\$0.62	\$2.05	\$40,007	1.5	191.0	312.3	8.7
2020	44,225	75	59.8	20.0	132	\$0.64	\$2.12	\$40,812	1.4	185.8	316.7	8.5
2021	44,218	76	59.8	20.1	137	\$0.66	\$2.19	\$41,717	1.3	179.5	324.3	8.4
2022	44,220	80	59.8	20.2	134	\$0.69	\$2.28	\$42,754	1.5	183.2	332.6	8.3
2023	44,227	81	59.9	20.3	136	\$0.71	\$2.37	\$43,845	1.5	185.5	340.5	8.3
2024	44,237	82	59.9	20.4	153	\$0.74	\$2.47	\$44,897	1.6	188.6	349.3	8.4
2025	44,249	83	60.1	20.5	131	\$0.77	\$2.57	\$45,955	1.7	190.4	358.6	8.5
2026	44,258	80	60.1	20.6	129	\$0.80	\$2.66	\$46,792	1.7	189.6	368.1	8.6
2027	44,262	80	60.2	20.7	162	\$0.82	\$2.75	\$47,555	1.7	187.6	378.2	8.7
2028	44,263	83	60.2	20.8	181	\$0.85	\$2.84	\$48,346	1.7	187.9	388.2	8.9
2029	44,260	82	60.1	20.9	132	\$0.88	\$2.94	\$49,121	1.7	187.0	398.6	9.1
2030	44,249	76	60.0	21.0	118	\$0.90	\$3.03	\$49,852	1.7	180.5	409.2	9.2
2031	44,236	75	59.9	21.0	144	\$0.92	\$3.13	\$50,643	1.7	174.2	420.2	9.4
2032	44,227	77	59.9	21.1	116	\$0.95	\$3.24	\$51,476	1.7	178.8	431.5	9.6
2033	44,215	73	59.8	21.2	115	\$0.98	\$3.34	\$52,292	1.7	182.2	443.1	9.8
2034	44,207	72	59.7	21.3	128	\$1.00	\$3.46	\$53,148	1.7	184.3	455.1	9.9
2035	44,203	72	59.6	21.4	114	\$1.03	\$3.57	\$54,025	1.7	182.2	467.4	10.0
2036	44,202	70	59.6	21.5	113	\$1.05	\$3.69	\$54,889	1.7	187.1	480.1	10.1
2037	44,205	69	59.7	21.6	105	\$1.08	\$3.82	\$55,781	1.7	187.8	493.1	10.2
2038	44,213	67	59.7	21.6	131	\$1.10	\$3.95	\$56,691	1.7	178.8	506.5	10.2
2039	44,231	69	59.9	21.7	110	\$1.13	\$4.09	\$57,669	1.7	180.6	520.4	10.2
2040	44,254	65	60.1	21.8	103	\$1.15	\$4.23	\$58,643	1.7	181.3	518.5	10.2

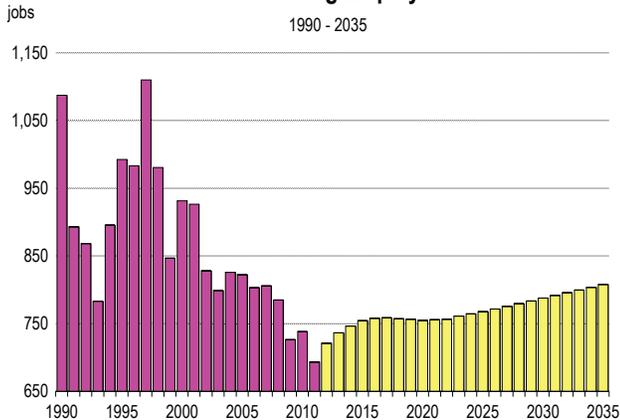


Siskiyou County Employment Forecast

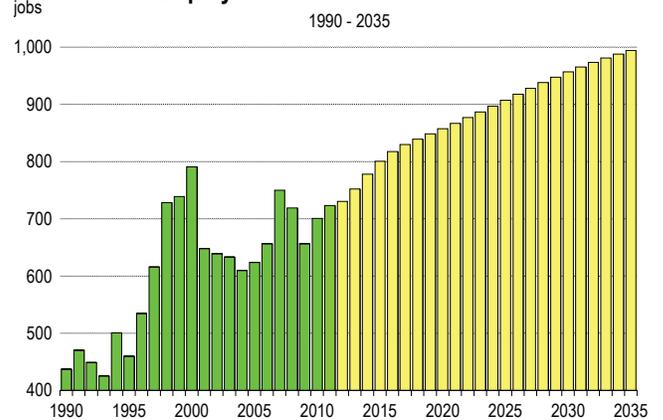
2006-2011 History, 2012-2040 Forecast

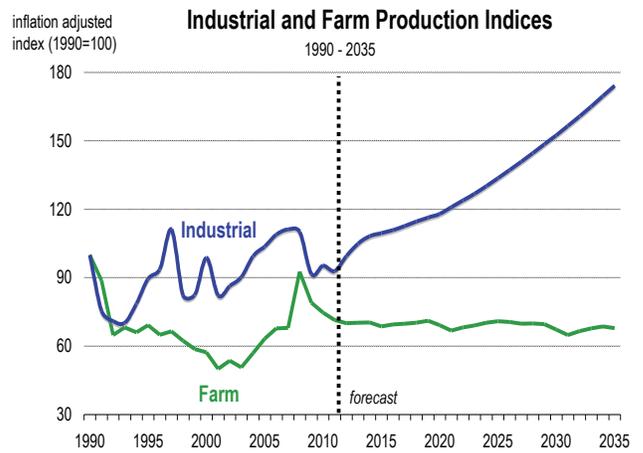
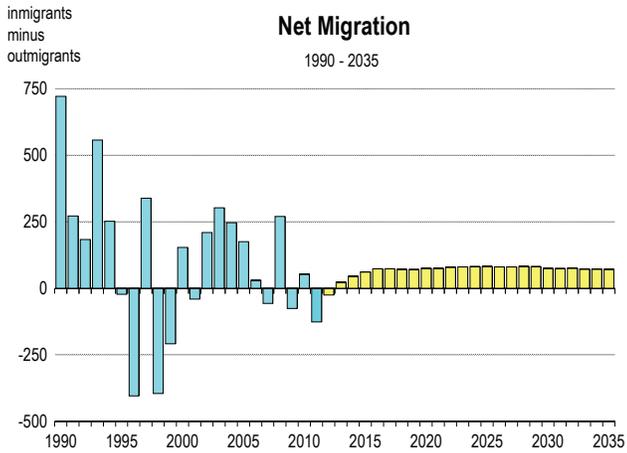
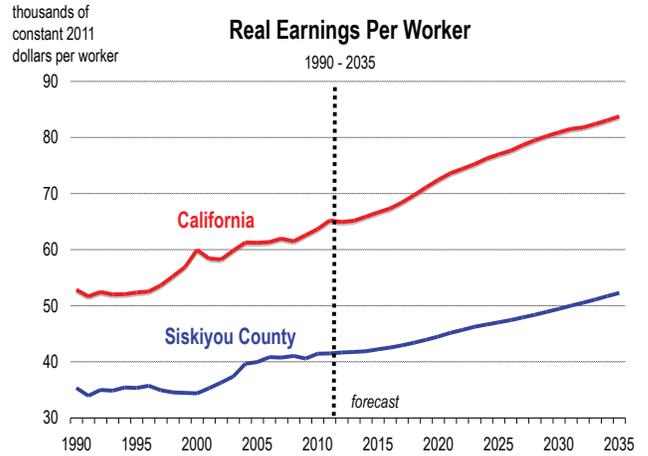
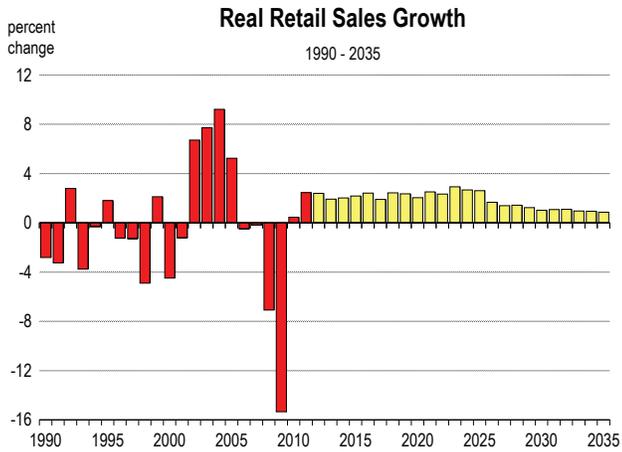
	Total Wage & Salary	Farm	Construction	Manufacturing	Transportation & Utilities	Wholesale & Retail Trade	Financial Activities	Professional Services	Information	Health & Education	Leisure	Government
	-----employment (thousands of jobs)-----											
2006	13.9	0.68	0.58	0.80	0.55	1.93	0.48	0.66	0.24	1.65	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	13.1	0.70	0.33	0.74	0.20	1.81	0.37	0.70	0.18	1.70	1.63	4.31
2011	12.8	0.69	0.33	0.69	0.23	1.75	0.36	0.72	0.18	1.65	1.48	4.36
2012	13.0	0.72	0.33	0.72	0.23	1.76	0.36	0.73	0.18	1.67	1.49	4.37
2013	13.2	0.73	0.34	0.74	0.23	1.76	0.37	0.75	0.18	1.69	1.51	4.42
2014	13.3	0.73	0.35	0.75	0.23	1.77	0.38	0.78	0.19	1.72	1.52	4.47
2015	13.5	0.73	0.37	0.75	0.23	1.78	0.39	0.80	0.19	1.75	1.54	4.51
2016	13.6	0.73	0.38	0.76	0.23	1.78	0.40	0.82	0.19	1.77	1.56	4.56
2017	13.7	0.73	0.38	0.76	0.23	1.79	0.41	0.83	0.19	1.80	1.58	4.60
2018	13.8	0.72	0.39	0.76	0.23	1.79	0.41	0.84	0.19	1.82	1.59	4.63
2019	13.9	0.72	0.39	0.76	0.24	1.79	0.41	0.85	0.19	1.84	1.59	4.66
2020	14.0	0.72	0.41	0.75	0.24	1.79	0.41	0.86	0.19	1.87	1.59	4.71
2021	14.0	0.72	0.39	0.76	0.24	1.79	0.41	0.87	0.19	1.89	1.59	4.73
2022	14.1	0.72	0.40	0.76	0.24	1.80	0.41	0.88	0.19	1.92	1.60	4.76
2023	14.2	0.72	0.40	0.76	0.24	1.80	0.41	0.89	0.20	1.93	1.60	4.78
2024	14.2	0.73	0.40	0.76	0.24	1.80	0.41	0.90	0.20	1.95	1.60	4.81
2025	14.3	0.73	0.41	0.77	0.24	1.80	0.41	0.91	0.20	1.97	1.60	4.84
2026	14.4	0.73	0.40	0.77	0.24	1.80	0.41	0.92	0.20	1.99	1.60	4.87
2027	14.4	0.73	0.40	0.78	0.24	1.81	0.41	0.93	0.20	2.00	1.60	4.89
2028	14.5	0.73	0.42	0.78	0.24	1.81	0.41	0.94	0.20	2.02	1.61	4.92
2029	14.6	0.74	0.44	0.78	0.24	1.81	0.41	0.95	0.20	2.04	1.61	4.94
2030	14.6	0.73	0.41	0.79	0.24	1.81	0.41	0.96	0.20	2.06	1.61	4.96
2031	14.7	0.73	0.40	0.79	0.24	1.81	0.41	0.97	0.20	2.08	1.62	4.99
2032	14.8	0.74	0.42	0.80	0.24	1.81	0.41	0.97	0.20	2.10	1.62	5.01
2033	14.8	0.74	0.40	0.80	0.24	1.82	0.41	0.98	0.20	2.12	1.63	5.04
2034	14.9	0.75	0.40	0.80	0.24	1.82	0.41	0.99	0.20	2.14	1.63	5.07
2035	15.0	0.75	0.40	0.81	0.24	1.82	0.41	0.99	0.20	2.16	1.64	5.10
2036	15.0	0.75	0.39	0.81	0.24	1.82	0.41	1.00	0.20	2.19	1.64	5.13
2037	15.1	0.76	0.39	0.82	0.24	1.82	0.41	1.01	0.20	2.21	1.64	5.16
2038	15.2	0.75	0.39	0.82	0.24	1.82	0.41	1.01	0.21	2.23	1.65	5.20
2039	15.3	0.76	0.41	0.82	0.24	1.83	0.41	1.02	0.21	2.25	1.65	5.24
2040	15.4	0.76	0.39	0.83	0.24	1.83	0.41	1.03	0.21	2.27	1.66	5.28

Manufacturing Employment



Employment in Professional Services





County Economic and Demographic Indicators

Projected Economic Growth (2012-2017)

Expected retail sales growth:	13.6 %
Expected job growth:	7.1 %
Fastest growing jobs sector:	Construction
Expected personal income growth:	8.5 %

Expected population growth:	-1.0 %
Net migration to account for:	0 %
Expected growth in number of vehicles:	-6.2 %

Demographics (2012)

Unemployment rate (March 2012)	18.6 %
County Rank* in California (58 counties):	52nd
Working age (16-64) population:	62.2 %

Population with B.A. Degree or higher:	22.0 %
Median Home Selling Price (2011):	\$115,000
Median Household Income:	\$35,464

Quality of Life

Violent Crime rate (2010):	307 per 100,000 persons
County Rank* in California (58 counties):	19th
Average Commute Time to work (2012):	20.9 minutes

High School drop out rate (2010):	9.8 %
Households at/below poverty line (2012):	10.6 %

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