

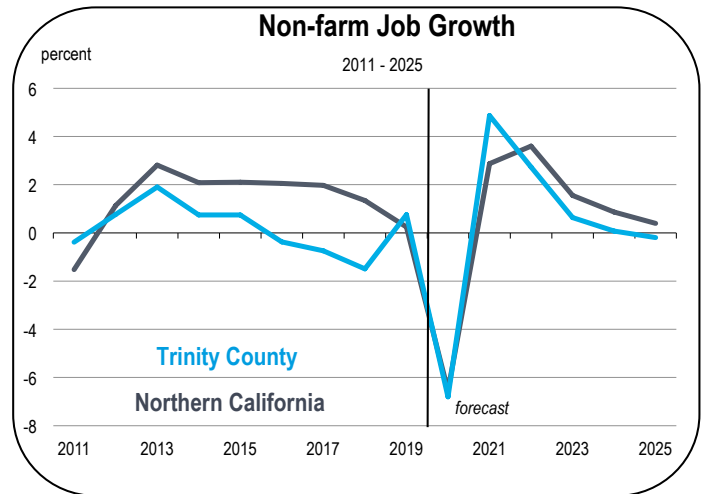
# Trinity County Economic Forecast

## Forecast Summary

- It is estimated that an average of 160 to 240 jobs will be lost in Trinity County during 2020. Job losses will be heavy in the first half of the year.
- Employment losses will be largest in leisure services, retail, and government.
- The unemployment rate averaged 5.5 percent in 2019. It will average between 8 percent and 11 percent during the 2020 calendar year.
- The Trinity County population is expected to decline during most of the 2020-2025 forecast period.
- Home values are not expected to show much change in 2020 or 2021.
- More new homes are expected to be built during the 2020-2025 period than were built in the 2014-2019 period.

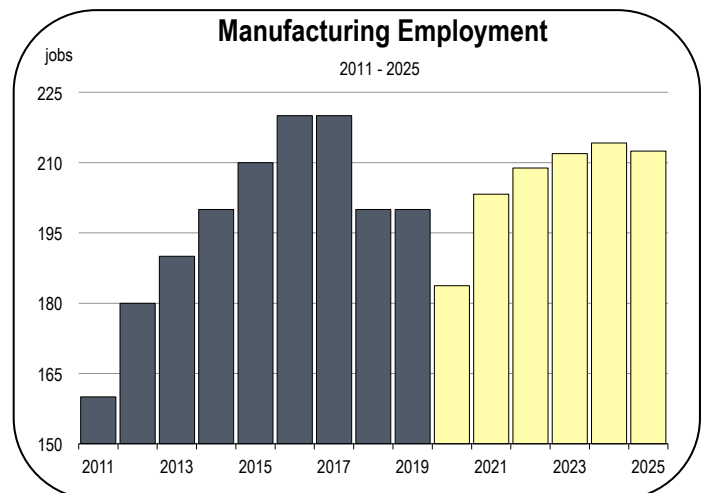
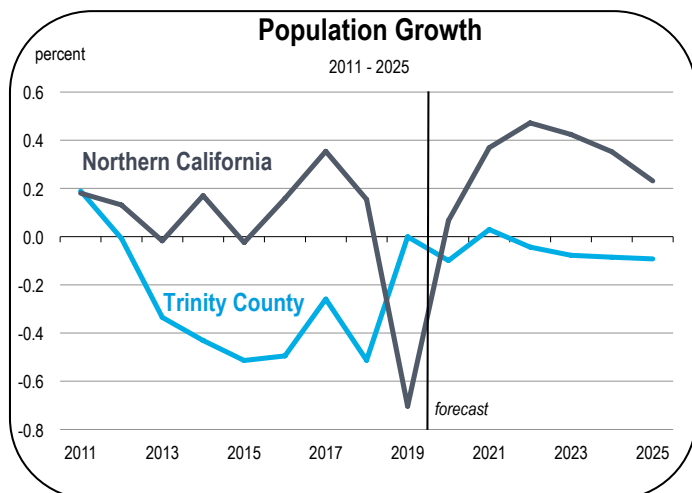
## Job Growth

- Total employment in the County will decline by at least 6 percent in 2020. This is an annual average change from 2019.
- In 2021 and 2022, Trinity County is expected to re-gain many of the jobs that were lost during the Coronavirus Recession.

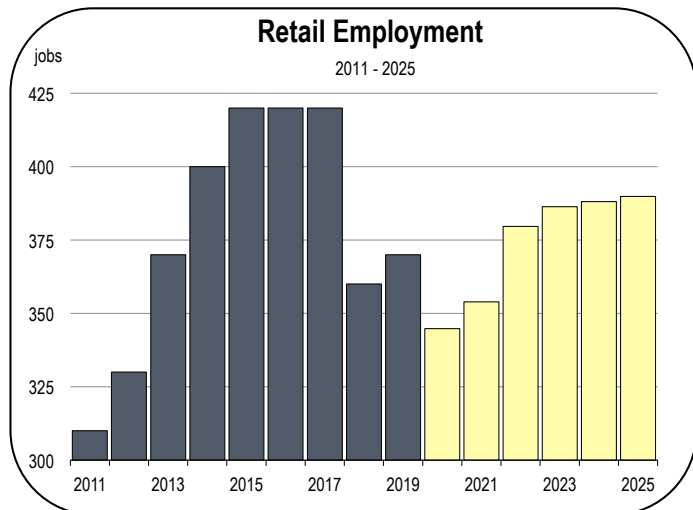


## Manufacturing Employment

- In April and May of 2020, during the Coronavirus Recession, a small number of manufacturing workers lost their jobs.
- On an annual average basis, total manufacturing employment is expected to contract by 10 to 20 jobs in 2020.
- The manufacturing industry is expected to rebound relatively quickly, surpassing pre-recession employment levels by 2021 or 2022.



# Trinity County Economic Forecast

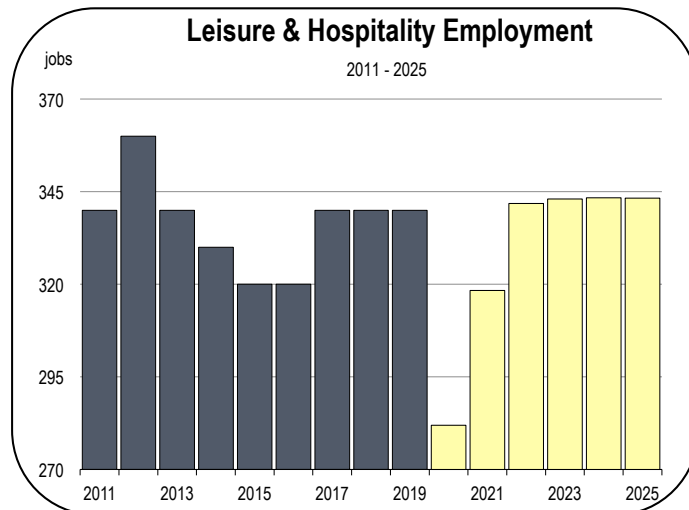
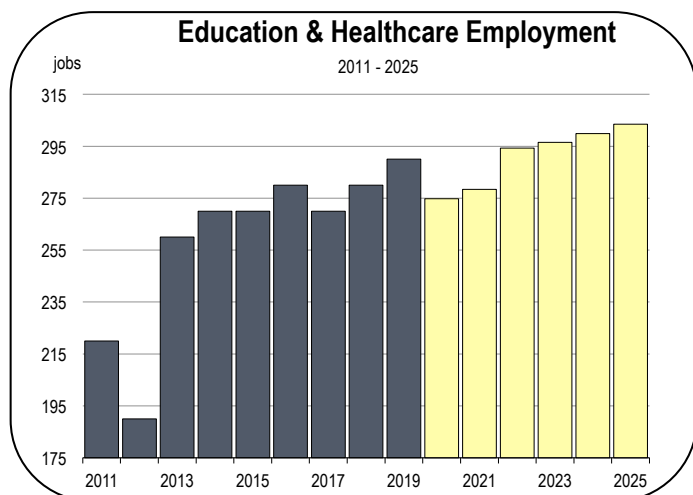


## Retail Trade Employment

- The retail sector is expected to lose up to 50 jobs in 2020 on an annual average basis.
- A large share of Trinity County retail jobs are in grocery stores.
- Trinity County has a small number of national retail chain establishments, such as CVS and Dollar General.
- Retail trade jobs will return after in-store shopping is permitted in a sustained way.

## Private Education and Healthcare Employment

- There were almost 300 healthcare and social assistance jobs in Trinity County in 2019.



- Healthcare jobs were recession proof during the 2008-2009 financial crisis. However, some non-essential medical offices had to close in 2020, and others reduced employment levels because resources were not being utilized as envisioned to support Coronavirus patients.
- Jobs in social assistance, including industries like childcare, housing shelters, and non-medical care for senior citizens, were mostly classified as essential during the shutdowns. Nevertheless, there were layoffs at institutions with revenue shortfalls.
- There are very few jobs in private educational institutions in Trinity County.

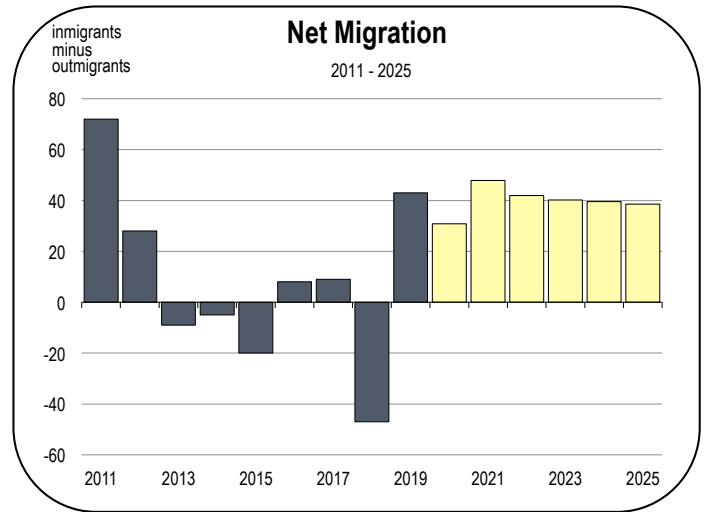
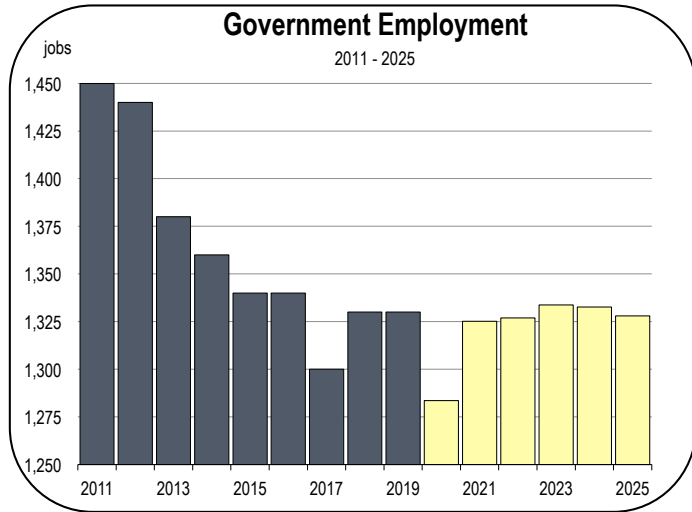
## Leisure and Hospitality Employment

- In 2019, Trinity County had almost 350 jobs in restaurants, hotels, bars, gyms, and recreational facilities.
- Approximately 25 percent of workers were laid off in March and April of 2020. Another 20 to 30 percent had their hours cut or were furloughed without pay.
- Leisure and hospitality employment is expected to rebound swiftly in 2021 and 2022, but it is unclear if all jobs will be re-gained by the end of the 2020-2025 forecast period.

## Government Employment

- Government agencies are expected to lose revenue from taxes and fees in 2020, and these revenue shortfalls will likely persist into 2021.
- When government agencies need to reduce expenditures on salaries, many workers are expected to be given unpaid furlough

# Trinity County Economic Forecast



days that are distributed throughout the year, and many staffing reductions could be the result of hiring freezes rather than layoffs.

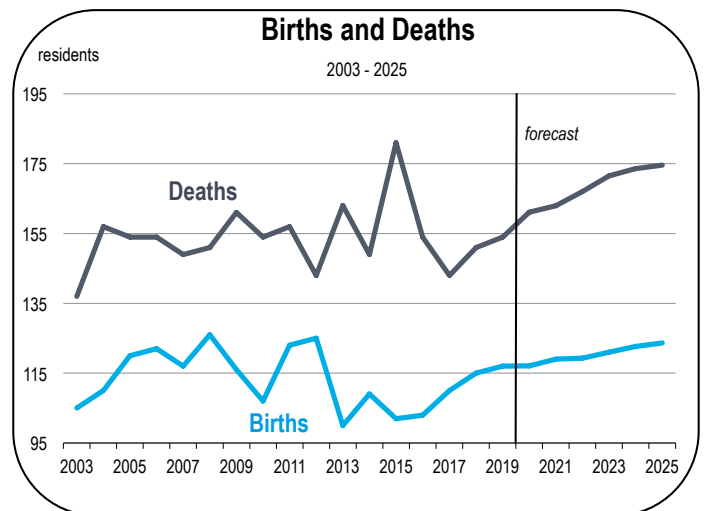
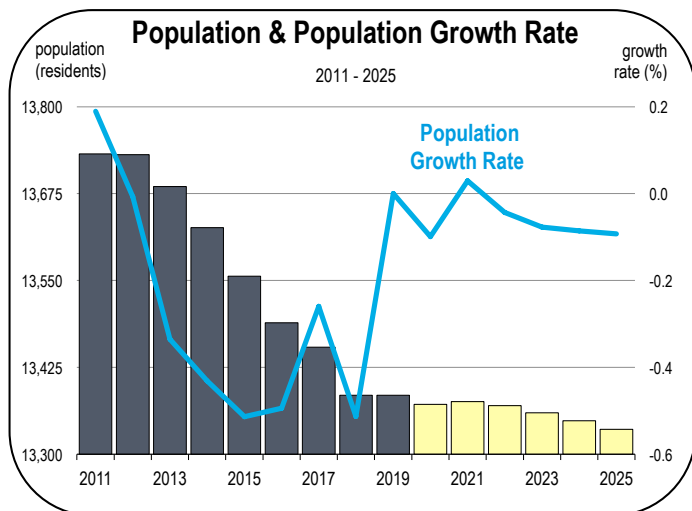
- However, if revenue shortfalls are severe and Congress does not appropriate funding to mitigate these shortfalls, government agencies may have no choice but to issue layoffs.

## Population Growth

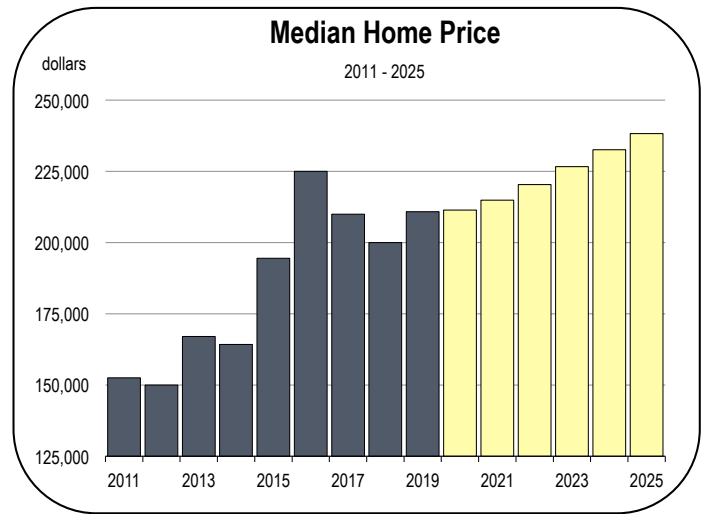
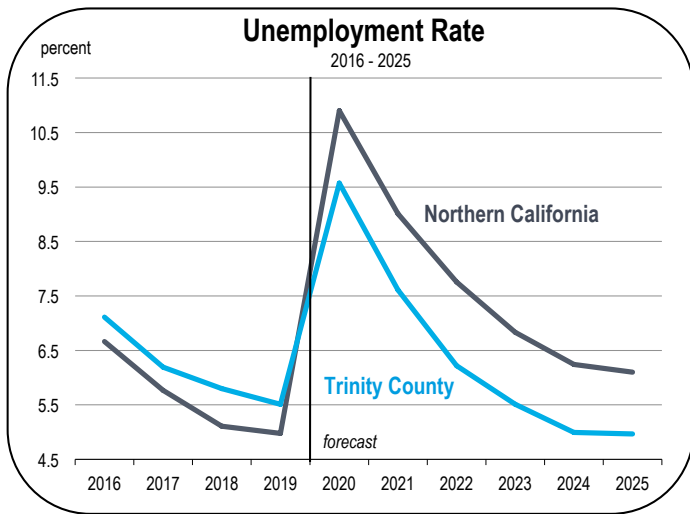
- The Trinity County population is expected to decline during most years between 2020 and 2025.
- The number of people moving into Trinity County is expected to exceed the number of residents moving out between 2020 and

2025, which will prevent the overall population from declining more rapidly.

- Because Trinity County has an older population base, the number of deaths has exceeded the number of births for many years. This situation will persist into the forecast period, leading to overall population decline.
- Between 2020 and 2025, the population is expected to shrink at an annual average rate of 0.1 percent.
- By 2025, the population is forecast to fall below 13,400 residents.



# Trinity County Economic Forecast

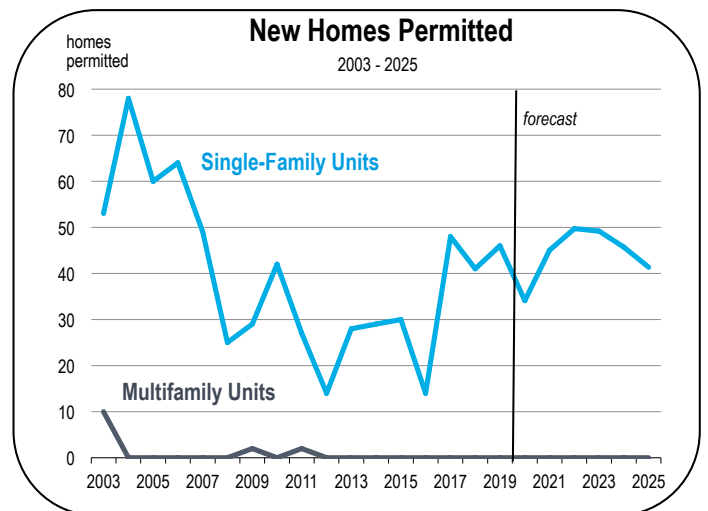
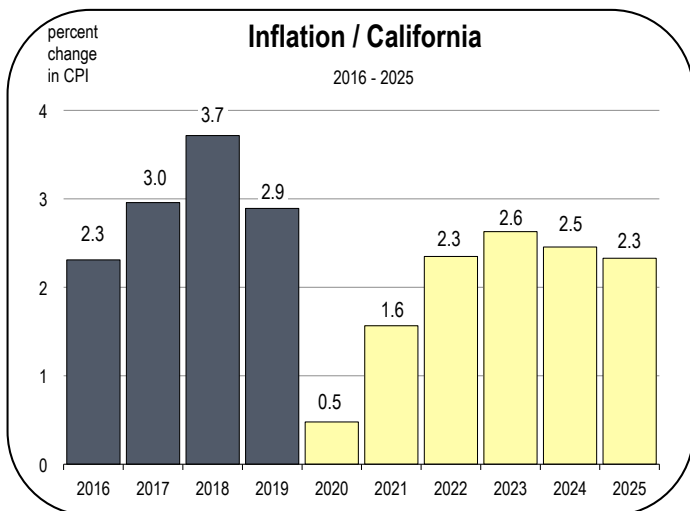


## Unemployment and Inflation Rates

- The unemployment rate in Trinity County averaged 5.5 percent in 2019, which was above the composite rate for the Northern California region.
- The unemployment rate is expected to average between 8 and 11 percent in 2020.
- The unemployment rate is expected to remain elevated for several years, but is likely to improve more quickly than after the 2008-2009 recession.
- Inflation decelerated in 2019 as energy prices declined and home prices increased more slowly than the previous year.
- Inflation is expected to be very low in 2020 but could accelerate in 2021 or 2022.

## Home Prices and New Housing Production

- In 2019 the median home price in Trinity County was \$210,800. The median price is not expected to change substantially in 2020 or 2021.
- In Trinity County, the typical household spends less than 25 percent of its pre-tax income on mortgage payments or rent.
- Along Coastal California, the typical household spends more than 35 percent of income on housing costs, and in very expensive markets like San Francisco, housing costs often account for more than 50 percent of income.
- From 2014 to 2019, an average of 35 new homes were started per year in Trinity County. All were single-family homes.
- Housing production is expected to average 40 to 50 units per year from 2020 to 2025, consisting primarily of single-family homes.



# Trinity County Economic Forecast

## Economic Indicators

## 2015-2019 History, 2020-2050 Forecast

	Population (people)	House- holds (thousands)	Net Migration (people)	New Homes Permitted (homes)	Registered Vehicles (thousands)	Personal Income (millions)	Taxable Retail Sales (millions)	Total Taxable Sales (millions)	Real Industrial Production (millions)	Real per Capita Income (dollars)	Unemployment Rate (percent)	Real Farm Production (millions)	Inflation Rate (percent)
2015	13,556	6.1	-20	30	20.7	\$462	\$73	\$111	\$52	\$38,292	7.8	\$3.8	1.4
2016	13,489	6.0	8	14	20.9	\$466	\$78	\$114	\$67	\$37,945	7.1	\$3.8	2.3
2017	13,454	6.0	9	48	20.1	\$470	\$77	\$112	\$80	\$37,278	6.2	\$3.9	3.0
2018	13,385	6.2	-47	41	19.7	\$498	\$74	\$104	\$67	\$38,270	5.8	\$3.8	3.7
2019	13,385	6.2	43	46	19.8	\$497	\$77	\$106	\$64	\$37,149	5.5	\$3.9	2.9
2020	13,372	6.2	31	34	19.7	\$502	\$71	\$103	\$64	\$37,377	9.6	\$5.9	0.5
2021	13,376	6.2	48	45	19.7	\$517	\$82	\$117	\$68	\$37,842	7.6	\$8.4	1.6
2022	13,370	6.3	42	50	19.7	\$540	\$84	\$121	\$69	\$38,668	6.2	\$10.6	2.3
2023	13,360	6.3	40	49	19.7	\$561	\$86	\$124	\$70	\$39,199	5.5	\$12.6	2.6
2024	13,348	6.3	40	46	19.7	\$581	\$89	\$128	\$72	\$39,620	5.0	\$16.1	2.5
2025	13,336	6.3	39	41	19.6	\$599	\$92	\$132	\$72	\$39,957	5.0	\$18.6	2.3
2026	13,321	6.4	37	37	19.6	\$618	\$94	\$135	\$72	\$40,357	4.9	\$20.6	2.3
2027	13,309	6.4	41	36	19.6	\$636	\$98	\$139	\$72	\$40,728	4.9	\$22.6	2.2
2028	13,294	6.4	40	35	19.5	\$655	\$101	\$143	\$72	\$41,066	5.0	\$25.8	2.2
2029	13,282	6.4	43	35	19.5	\$674	\$104	\$148	\$72	\$41,311	5.0	\$28.8	2.3
2030	13,267	6.4	42	35	19.5	\$692	\$105	\$150	\$72	\$41,574	5.2	\$31.2	2.2
2031	13,251	6.5	41	33	19.4	\$710	\$107	\$152	\$72	\$41,856	5.2	\$33.3	2.1
2032	13,236	6.5	42	33	19.4	\$731	\$108	\$155	\$72	\$42,127	5.1	\$35.3	2.3
2033	13,219	6.5	42	30	19.4	\$749	\$110	\$158	\$72	\$42,454	5.4	\$37.1	1.9
2034	13,204	6.5	43	30	19.3	\$770	\$113	\$161	\$72	\$42,774	5.6	\$38.6	2.1
2035	13,188	6.5	44	30	19.3	\$792	\$115	\$165	\$71	\$43,080	5.8	\$39.9	2.2
2036	13,170	6.5	44	29	19.3	\$816	\$119	\$169	\$71	\$43,337	5.9	\$40.9	2.6
2037	13,152	6.6	44	29	19.2	\$842	\$122	\$174	\$72	\$43,594	6.0	\$41.7	2.7
2038	13,132	6.6	44	29	19.2	\$867	\$125	\$178	\$72	\$43,888	5.9	\$42.6	2.5
2039	13,114	6.6	44	28	19.1	\$895	\$128	\$183	\$72	\$44,155	6.0	\$43.3	2.7
2040	13,094	6.6	44	28	19.1	\$923	\$133	\$189	\$73	\$44,448	6.0	\$43.7	2.6
2041	13,076	6.6	44	28	19.0	\$949	\$137	\$195	\$73	\$44,807	6.2	\$44.1	2.2
2042	13,058	6.6	44	27	19.0	\$976	\$141	\$200	\$74	\$45,187	6.2	\$44.3	2.1
2043	13,041	6.7	44	27	18.9	\$1,003	\$144	\$205	\$74	\$45,591	6.3	\$44.5	2.0
2044	13,027	6.7	44	27	18.9	\$1,030	\$148	\$211	\$75	\$46,016	6.2	\$44.6	1.8
2045	13,015	6.7	44	27	18.9	\$1,058	\$152	\$216	\$75	\$46,425	5.9	\$44.7	1.9
2046	13,006	6.7	44	27	18.9	\$1,087	\$156	\$221	\$76	\$46,806	6.0	\$44.7	2.0
2047	13,000	6.7	44	27	18.9	\$1,119	\$159	\$226	\$76	\$47,162	5.9	\$44.8	2.2
2048	12,996	6.7	44	26	18.8	\$1,152	\$163	\$232	\$77	\$47,496	6.0	\$44.8	2.3
2049	12,998	6.8	44	26	18.8	\$1,185	\$167	\$237	\$77	\$47,872	6.2	\$44.8	2.0
2050	13,005	6.8	44	26	18.9	\$1,220	\$171	\$243	\$78	\$48,230	6.3	\$44.8	2.1

## Employment Sectors

## 2015-2019 History, 2020-2050 Forecast

	Total Wage & Salary	Farm	Construction	Manufac- turing	Transportation & Utilities	Wholesale & Retail Trade (jobs)	Financial Activities	Professional Services	Information	Health & Education	Leisure	Government
2015	2,730	20	100	210	0	420	50	0	0	270	320	1340
2016	2,720	20	70	220	0	420	50	0	0	280	320	1340
2017	2,690	10	80	220	0	420	50	0	0	270	340	1300
2018	2,650	10	90	200	0	360	40	0	0	280	340	1330
2019	2,680	20	90	200	0	370	40	0	0	290	340	1330
2020	2,490	7	71	184	0	345	40	0	0	275	282	1284
2021	2,620	25	81	203	0	354	40	0	0	278	318	1325
2022	2,700	33	80	209	0	380	40	0	0	294	342	1327
2023	2,730	37	76	212	0	386	40	0	0	297	343	1334
2024	2,730	40	72	214	0	388	40	0	0	300	343	1333
2025	2,730	44	68	212	0	390	40	0	0	303	343	1328
2026	2,730	46	66	211	0	391	40	0	0	307	343	1328
2027	2,730	48	68	210	0	393	40	0	0	310	343	1320
2028	2,730	49	71	209	0	393	40	0	0	312	343	1313
2029	2,730	50	73	207	0	394	40	0	0	315	343	1308
2030	2,730	51	77	206	0	393	40	0	0	318	343	1303
2031	2,730	52	77	205	0	393	40	0	0	321	343	1299
2032	2,730	53	79	203	0	394	40	0	0	323	343	1296
2033	2,730	54	78	202	0	394	40	0	0	326	343	1295
2034	2,740	55	79	201	0	395	40	0	0	329	344	1294
2035	2,740	56	80	199	0	395	40	0	0	332	344	1294
2036	2,740	57	79	198	0	396	40	0	0	334	344	1295
2037	2,750	58	79	199	0	396	40	0	0	337	344	1296
2038	2,750	59	78	199	0	396	40	0	0	340	345	1298
2039	2,760	59	78	199	0	396	40	0	0	342	345	1299
2040	2,760	60	78	199	0	396	40	0	0	345	345	1300
2041	2,770	60	77	199	0	397	40	0	0	348	346	1301
2042	2,770	60	77	200	0	398	40	0	0	351	346	1303
2043	2,780	60	77	201	0	398	40	0	0	353	346	1304
2044	2,780	61	77	201	0	399	40	0	0	356	347	1305
2045	2,790	61	77	201	0	399	40	0	0	359	347	1306
2046	2,790	61	76	201	0	400	40	0	0	361	347	1308
2047	2,800	61	76	201	0	400	40	0	0	364	347	1309
2048	2,800	61	76	201	0	400	40	0	0	367	348	1310
2049	2,810	61	76	201	0	400	40	0	0	370	348	1311
2050	2,810	61	76	201	0	401	40	0	0	372	348	1312

# Trinity County Economic Forecast

## Socioeconomic Indicators

