

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.

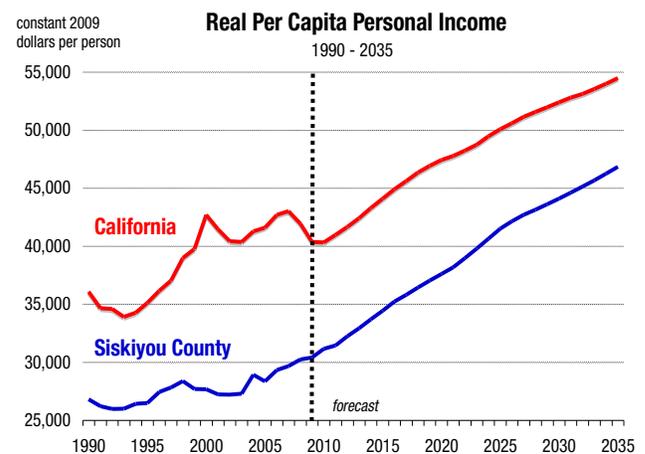
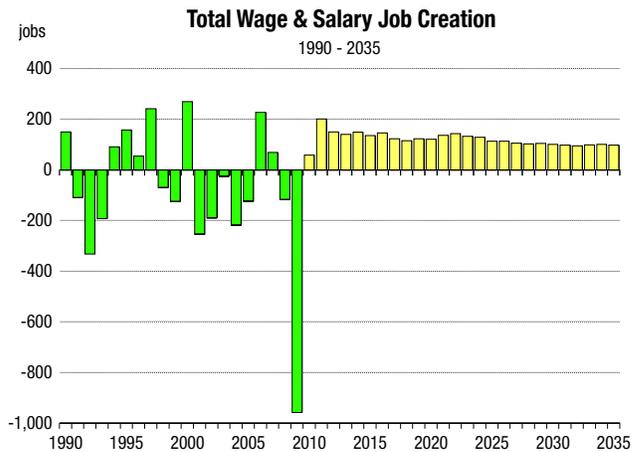
Siskiyou County has a population of 45,983 people and 12,846 wage and salary jobs. The per capita income is \$30,414, and the average salary per worker is \$38,403. In 2009, total wage and salary jobs fell by nearly 1,000 jobs or 6.9 percent. The farm accounts for 5 percent of total employment in the county, and grew 0.3 percent in 2009. The unemployment rate increased to 15.8 percent in 2009.

The only non farm sector creating jobs was education and health services, and this amounted to only a 0.2 percent increase. The sectors that lost the most jobs during 2009 were professional services (-170 jobs), construction (-160 jobs), government (-150 jobs), and leisure services (-130 jobs). The government sector is the largest sector in the county, accounting for 31 percent of total employment.

The population in Siskiyou County remained unchanged during 2009. Between January 2008 and January 2009 all incorporated cities grew between 0.1 and 0.7 percent. The fastest growing were Mount Shasta and Yreka, which grew at 0.7 and 0.6 percent, respectively. Net migration in the county was marginally positive last year, with an estimated total of 12 migrants entering the county.

FORECAST HIGHLIGHTS

- Total wage and salary job growth is forecast to increase to 0.5 percent in 2010. From 2010 to 2015, total employment growth averages 1.2 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 0.7 percent per year over the 2010 to 2015 period.
- Between 2010 and 2015, the principle job creation is in leisure and recreation services, education and healthcare, professional services, and government. These sectors account for 70 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 2010 to 2015 period averages 0.4 percent per year.

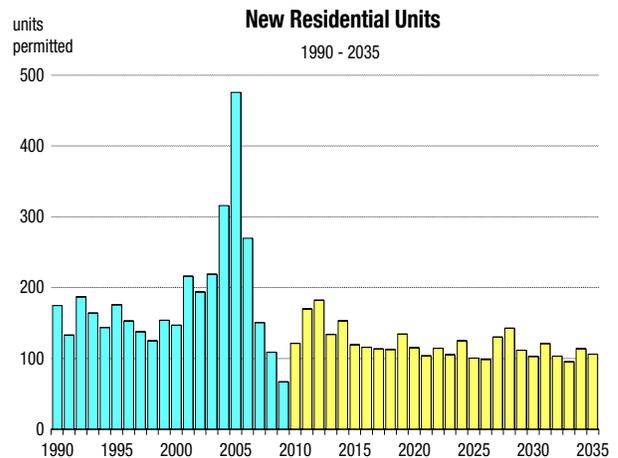
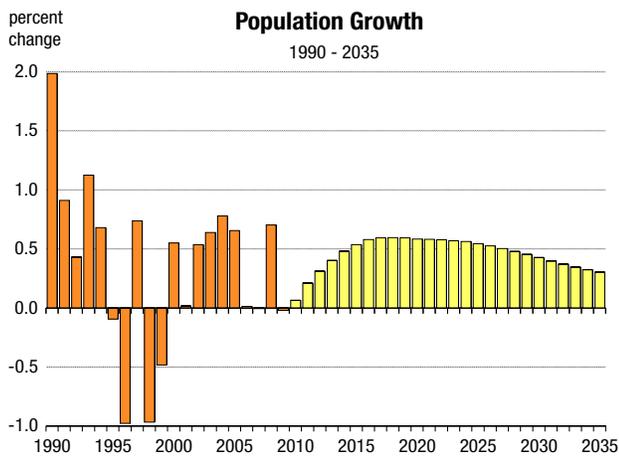


- Net migration will rise over the next several years with an estimated 56 people entering the county in 2010. Over the next five years net migration is expected to average 200 net migrants per year. Net migration accounts for all population growth, as natural increase is negative.
- Real per capita income is forecast to increase 2.4 percent in 2010. From 2010 to 2015 real per capita incomes are expected to increase an average of 2.0 percent per year.
- Total taxable sales, adjusted for inflation, are forecast to rise at a rate of 0.1 percent in 2010. Between 2010 and 2015 real taxable sales are forecast to increase by an average of 1.7 percent per year.
- Industrial production is forecast to increase 4.0 percent in 2010. Between 2010 and 2015 the growth rate of industrial production will average 2.3 percent per year. Total crop production, adjusted for inflation, is expected to increase an average of 1.6 percent per year over the same time period. The principle crop in the county is strawberries.

Siskiyou County Economic Forecast

2002-2009 History, 2010-2035 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)
2002	44,732	340	60.8	18.8	194	\$0.40	\$1.05	\$27,203	1.6	138.5	222.5	9.0
2003	45,018	376	60.5	19.0	219	\$0.41	\$1.07	\$27,287	1.8	131.2	231.0	9.6
2004	45,369	410	64.5	19.2	316	\$0.45	\$1.16	\$28,934	1.2	147.3	244.9	9.5
2005	45,667	314	64.5	19.5	476	\$0.49	\$1.17	\$28,365	2.0	163.6	253.3	9.5
2006	45,673	90	66.0	19.7	270	\$0.51	\$1.25	\$29,332	3.2	175.4	264.1	8.0
2007	45,671	-29	66.4	20.1	151	\$0.52	\$1.31	\$29,672	3.4	175.8	258.3	8.5
2008	45,992	383	66.0	20.3	109	\$0.51	\$1.38	\$30,249	3.0	233.9	247.8	10.3
2009	45,983	12	65.0	20.4	67	\$0.49	\$1.40	\$30,414	0.8	222.7	223.9	15.8
2010	46,013	56	65.2	20.5	122	\$0.50	\$1.46	\$31,158	2.1	233.4	232.9	16.5
2011	46,110	120	65.3	20.6	170	\$0.52	\$1.52	\$31,456	2.4	237.5	239.6	15.2
2012	46,255	164	65.6	20.7	182	\$0.54	\$1.59	\$32,233	2.1	241.9	246.3	13.1
2013	46,441	201	66.0	20.8	134	\$0.56	\$1.67	\$32,942	2.2	245.8	252.0	12.0
2014	46,664	236	66.5	20.9	153	\$0.59	\$1.75	\$33,698	2.2	249.6	257.2	10.9
2015	46,915	261	67.0	21.1	119	\$0.61	\$1.84	\$34,451	2.2	252.9	260.9	10.1
2016	47,187	281	67.4	21.2	116	\$0.64	\$1.94	\$35,239	2.2	256.1	268.8	9.6
2017	47,468	288	67.9	21.3	114	\$0.67	\$2.02	\$35,811	2.2	258.6	277.5	9.3
2018	47,752	289	68.3	21.3	113	\$0.70	\$2.12	\$36,437	2.2	260.8	285.3	8.9
2019	48,036	288	68.7	21.4	134	\$0.72	\$2.21	\$37,029	2.2	263.0	294.7	8.4
2020	48,317	285	69.2	21.5	115	\$0.75	\$2.30	\$37,607	2.1	265.3	307.4	8.2
2021	48,598	285	69.7	21.6	104	\$0.78	\$2.41	\$38,183	2.5	266.4	314.5	8.0
2022	48,879	284	70.2	21.7	114	\$0.81	\$2.54	\$38,972	2.6	267.1	321.3	7.8
2023	49,158	284	70.8	21.8	106	\$0.85	\$2.68	\$39,793	2.5	267.8	328.5	7.7
2024	49,435	284	71.5	21.9	125	\$0.88	\$2.82	\$40,658	2.4	268.7	336.9	7.6
2025	49,704	281	72.1	22.0	100	\$0.92	\$2.96	\$41,514	2.5	269.2	345.4	7.6
2026	49,966	278	72.7	22.1	99	\$0.96	\$3.10	\$42,166	2.5	269.4	355.0	7.7
2027	50,218	275	73.2	22.1	130	\$1.00	\$3.24	\$42,701	2.6	269.3	365.4	7.8
2028	50,459	271	73.6	22.2	143	\$1.04	\$3.38	\$43,161	2.8	268.5	376.0	7.9
2029	50,689	267	73.9	22.3	112	\$1.08	\$3.52	\$43,624	2.7	267.6	387.0	8.1
2030	50,905	261	74.2	22.4	103	\$1.11	\$3.67	\$44,112	2.7	266.8	398.3	8.2
2031	51,108	253	74.5	22.5	121	\$1.15	\$3.83	\$44,618	2.7	265.8	410.0	8.3
2032	51,298	245	74.8	22.6	103	\$1.20	\$4.00	\$45,142	2.7	264.7	422.2	8.5
2033	51,476	238	75.0	22.7	95	\$1.24	\$4.17	\$45,689	2.7	263.4	434.6	8.7
2034	51,644	231	75.3	22.8	114	\$1.28	\$4.35	\$46,256	2.7	262.1	447.4	8.9
2035	51,801	223	75.6	22.9	106	\$1.33	\$4.53	\$46,841	2.7	260.6	460.8	9.1

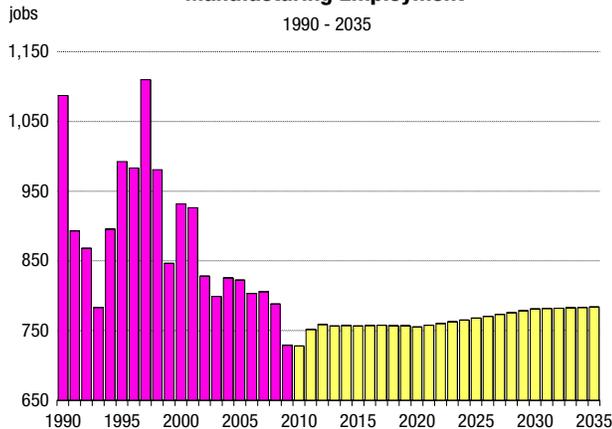


Siskiyou County Employment Forecast

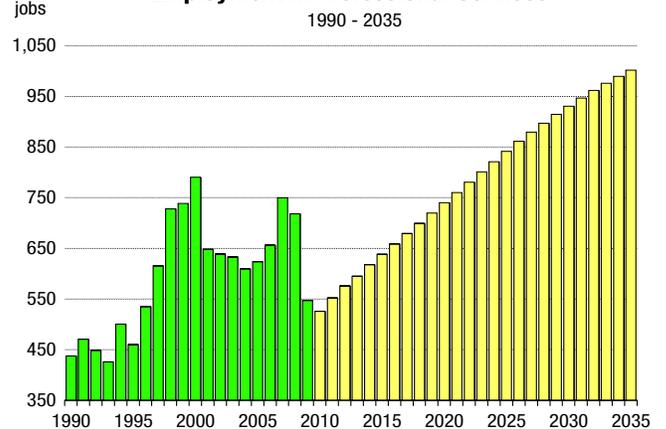
2002-2009 History, 2010-2035 Forecast

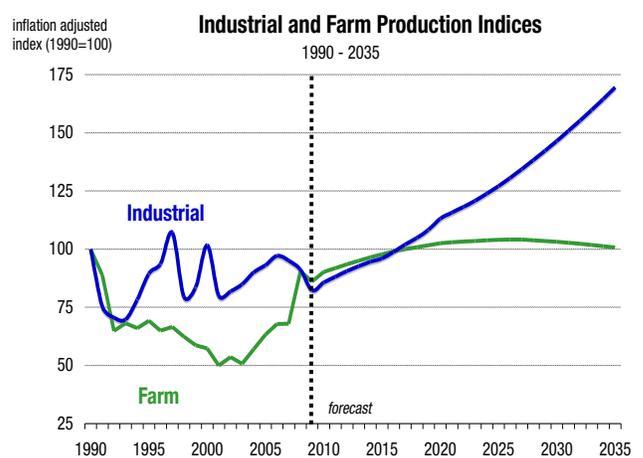
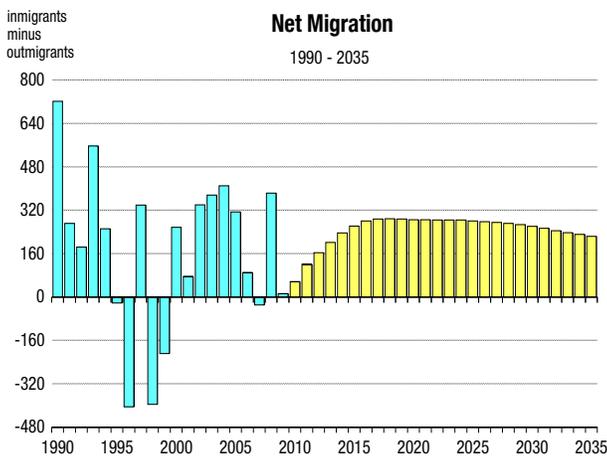
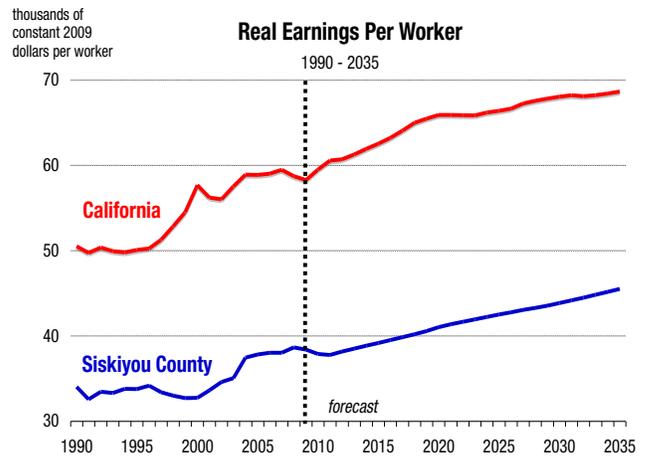
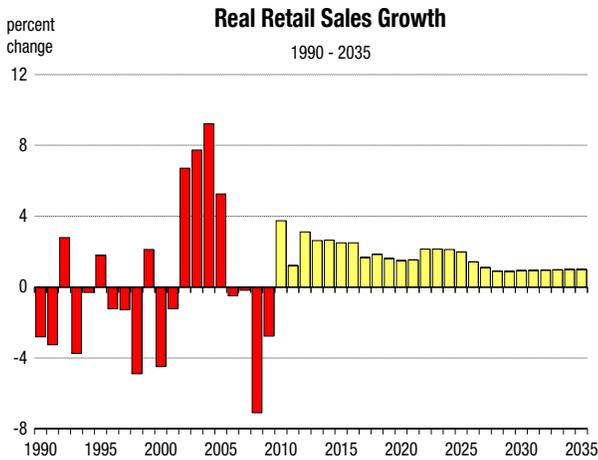
	Total Wage & Salary	Farm	Construction	Manufacturing	Transportation & Utilities	Wholesale & Retail Trade	Financial Activities	Professional Services	Information	Health & Education	Leisure	Government
	-----employment (thousands of jobs)-----											
2002	14.0	0.77	0.43	0.83	0.54	2.08	0.46	0.64	0.23	1.65	1.94	3.90
2003	14.0	0.63	0.48	0.80	0.54	1.96	0.45	0.63	0.24	1.66	2.08	4.00
2004	13.7	0.68	0.50	0.83	0.54	1.90	0.47	0.61	0.24	1.68	1.95	3.87
2005	13.6	0.64	0.51	0.82	0.55	1.94	0.47	0.62	0.23	1.66	1.85	3.89
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	0.61	0.52	0.79	0.53	1.94	0.38	0.72	0.22	1.76	1.78	4.14
2009	12.8	0.61	0.36	0.73	0.46	1.85	0.31	0.55	0.21	1.76	1.65	4.00
2010	12.9	0.60	0.40	0.73	0.48	1.86	0.33	0.53	0.21	1.76	1.65	3.96
2011	13.1	0.60	0.44	0.75	0.48	1.87	0.35	0.55	0.21	1.78	1.67	4.00
2012	13.3	0.60	0.45	0.76	0.49	1.88	0.35	0.58	0.21	1.80	1.68	4.04
2013	13.4	0.60	0.45	0.76	0.50	1.89	0.36	0.60	0.21	1.82	1.70	4.10
2014	13.5	0.61	0.46	0.76	0.50	1.90	0.36	0.62	0.21	1.84	1.71	4.16
2015	13.7	0.61	0.46	0.76	0.50	1.92	0.36	0.64	0.21	1.86	1.73	4.22
2016	13.8	0.61	0.46	0.76	0.50	1.93	0.37	0.66	0.21	1.88	1.75	4.28
2017	14.0	0.60	0.46	0.76	0.50	1.95	0.37	0.68	0.22	1.90	1.76	4.34
2018	14.1	0.59	0.46	0.76	0.50	1.96	0.37	0.70	0.22	1.92	1.77	4.39
2019	14.2	0.59	0.46	0.76	0.50	1.97	0.37	0.72	0.22	1.94	1.79	4.44
2020	14.3	0.59	0.46	0.76	0.50	1.98	0.37	0.74	0.22	1.96	1.80	4.50
2021	14.4	0.59	0.46	0.76	0.50	1.99	0.37	0.76	0.22	2.00	1.81	4.55
2022	14.6	0.59	0.46	0.76	0.50	2.01	0.37	0.78	0.22	2.03	1.82	4.60
2023	14.7	0.59	0.46	0.76	0.50	2.03	0.37	0.80	0.22	2.07	1.83	4.64
2024	14.9	0.60	0.47	0.77	0.50	2.04	0.37	0.82	0.22	2.10	1.84	4.68
2025	15.0	0.60	0.46	0.77	0.50	2.06	0.37	0.84	0.22	2.13	1.85	4.72
2026	15.1	0.60	0.46	0.77	0.50	2.08	0.37	0.86	0.22	2.16	1.86	4.75
2027	15.2	0.60	0.46	0.77	0.50	2.09	0.38	0.88	0.22	2.19	1.87	4.77
2028	15.3	0.60	0.46	0.78	0.50	2.11	0.39	0.90	0.22	2.21	1.88	4.80
2029	15.4	0.60	0.46	0.78	0.50	2.12	0.40	0.91	0.22	2.24	1.89	4.82
2030	15.5	0.61	0.46	0.78	0.50	2.14	0.40	0.93	0.22	2.27	1.90	4.84
2031	15.6	0.61	0.46	0.78	0.50	2.16	0.41	0.95	0.22	2.29	1.92	4.85
2032	15.7	0.61	0.46	0.78	0.50	2.17	0.42	0.96	0.22	2.32	1.93	4.87
2033	15.8	0.61	0.46	0.78	0.50	2.19	0.43	0.98	0.22	2.35	1.94	4.89
2034	15.9	0.62	0.46	0.78	0.49	2.21	0.43	0.99	0.22	2.38	1.95	4.91
2035	16.0	0.62	0.45	0.78	0.49	2.22	0.44	1.00	0.23	2.41	1.96	4.93

Manufacturing Employment



Employment in Professional Services





County Economic and Demographic Indicators

Projected Economic Growth (2010-2015)

Expected retail sales growth:	12.7%
Expected job growth:	6.0%
Fastest growing jobs sector:	Professional Services
Expected personal income growth:	12.7%

Expected population growth:	2.0%
Net migration to account for:	100.0%
Expected growth in number of vehicles:	2.7%

Demographics (2009)

Unemployment rate (December)	18.3%
County Rank* in California (58 counties):	49th
Working age (16-64) population:	63.1%

Population with B.A. Degree or higher:	18.0%
Median Home Selling Price:	\$171,261
Median Household Income:	\$37,580

Quality of Life

Violent Crime rate (2008):	332 per 100,000 persons
County Rank* in California (58 counties):	18th
Average Commute Time to work (2009):	19.5 minutes

High School drop out rate (2008):	16.9%
Households at/below poverty line:	14.6%

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