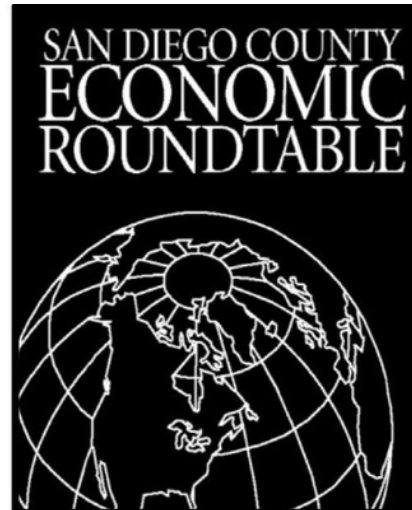


2018 ECONOMIC OUTLOOK

34th Annual Economic Roundtable



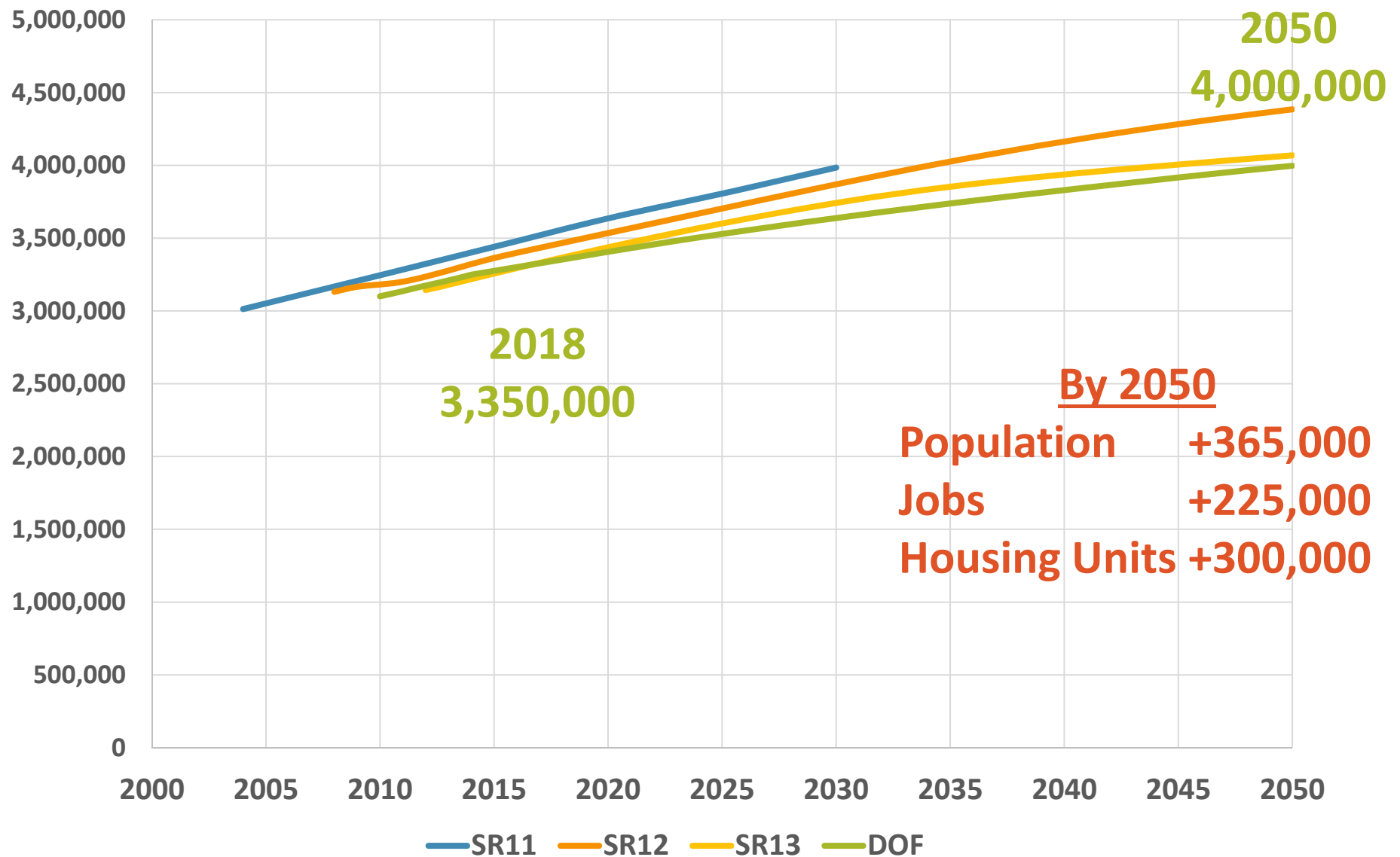
Ray Major
Chief Economist



Jan 18, 2018



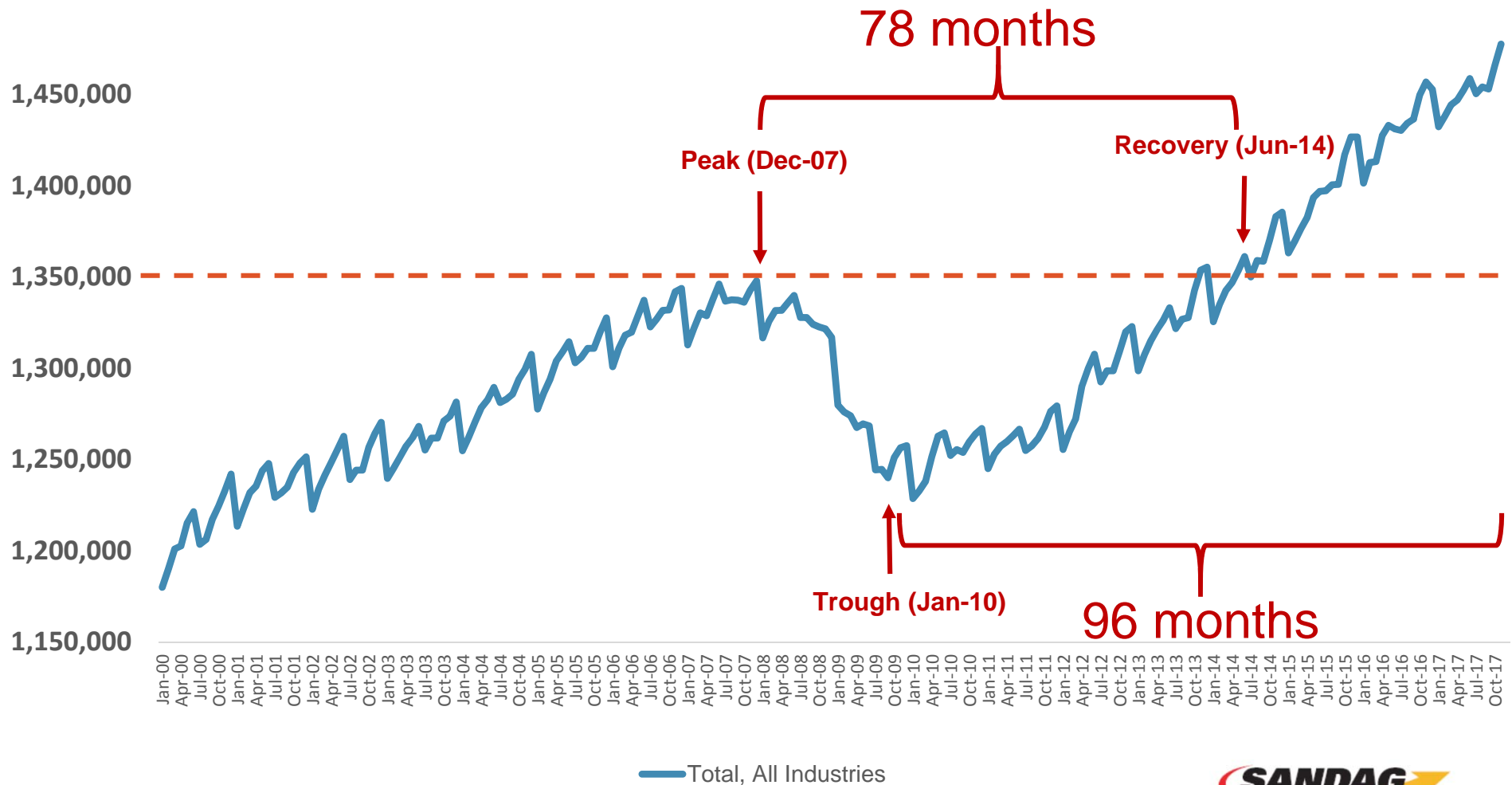
SAN DIEGO LONG-TERM FORECASTS



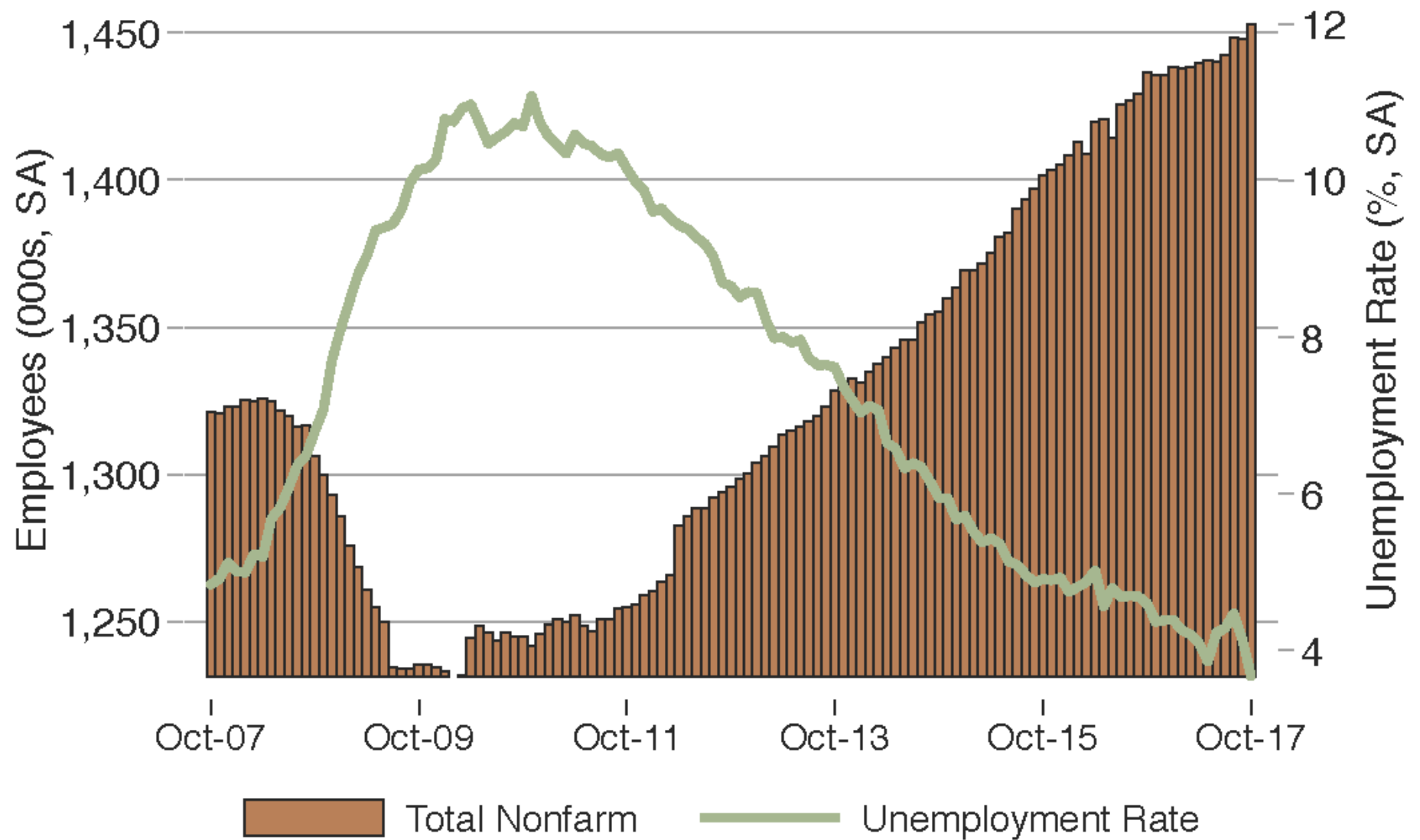
San Diego Outlook: Jobs

SAN DIEGO TOTAL EMPLOYMENT 2000-2017

Recovery from the Great Recession took six times longer than the average recovery, now 8 years into an expansion.



San Diego Labor Market



Source: California Employment Development Department

SAN DIEGO JOBS RECAP 2017

➤ Fastest Growing Sectors (number of jobs)

- Education and Health Care +9,100 jobs, a 2.5% increase.
- Leisure and Hospitality +2,800 jobs.

➤ Fastest Growing Sectors (percent growth),

- Real Estate +5.5%
- Financial Services +3.2%,

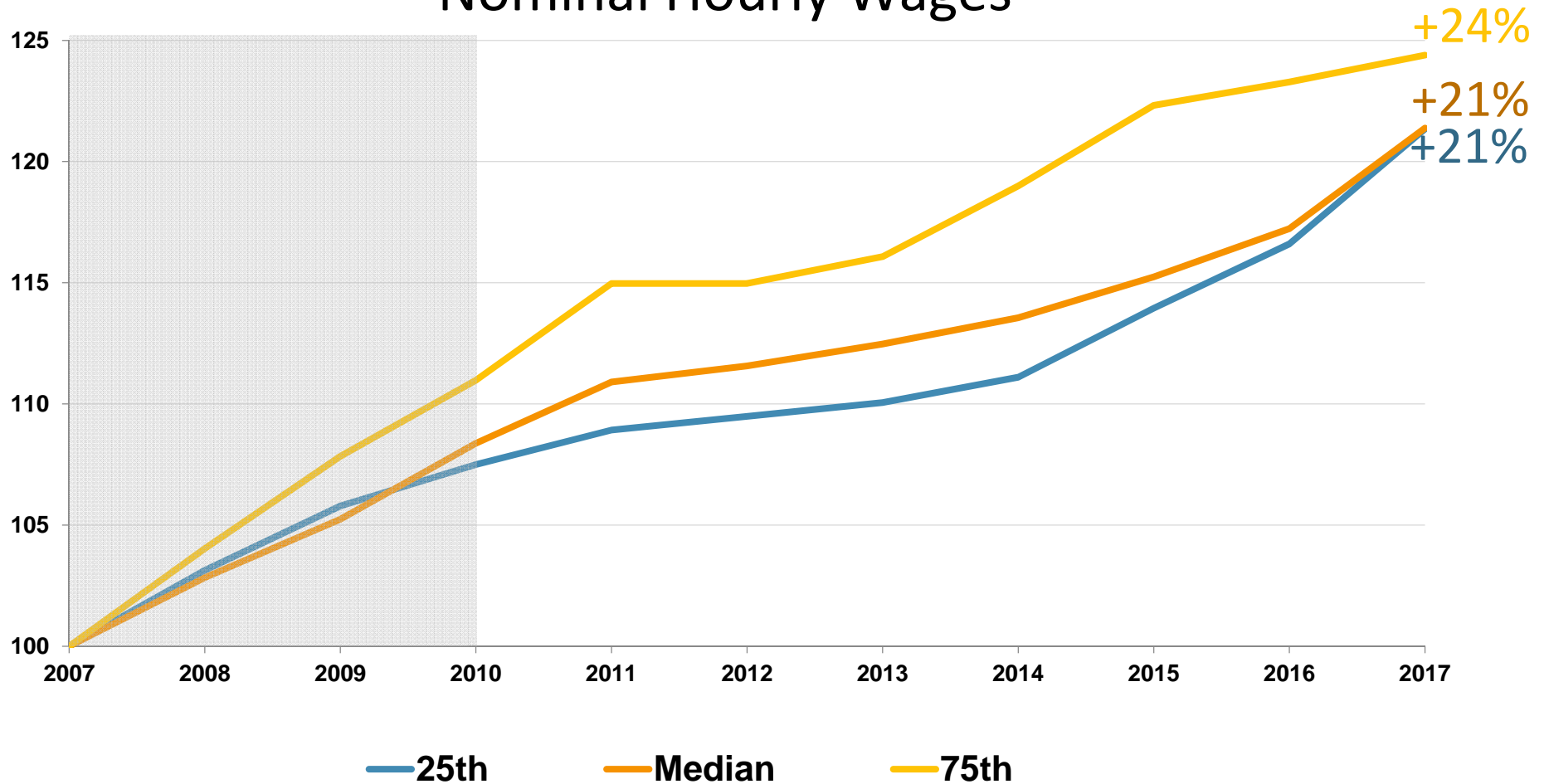
➤ Biggest Losses

- Utilities sector -5.6%
- Transport, Warehouse, and Utilities sector, -3.7%

San Diego Outlook: Wages

SAN DIEGO COUNTY WAGES

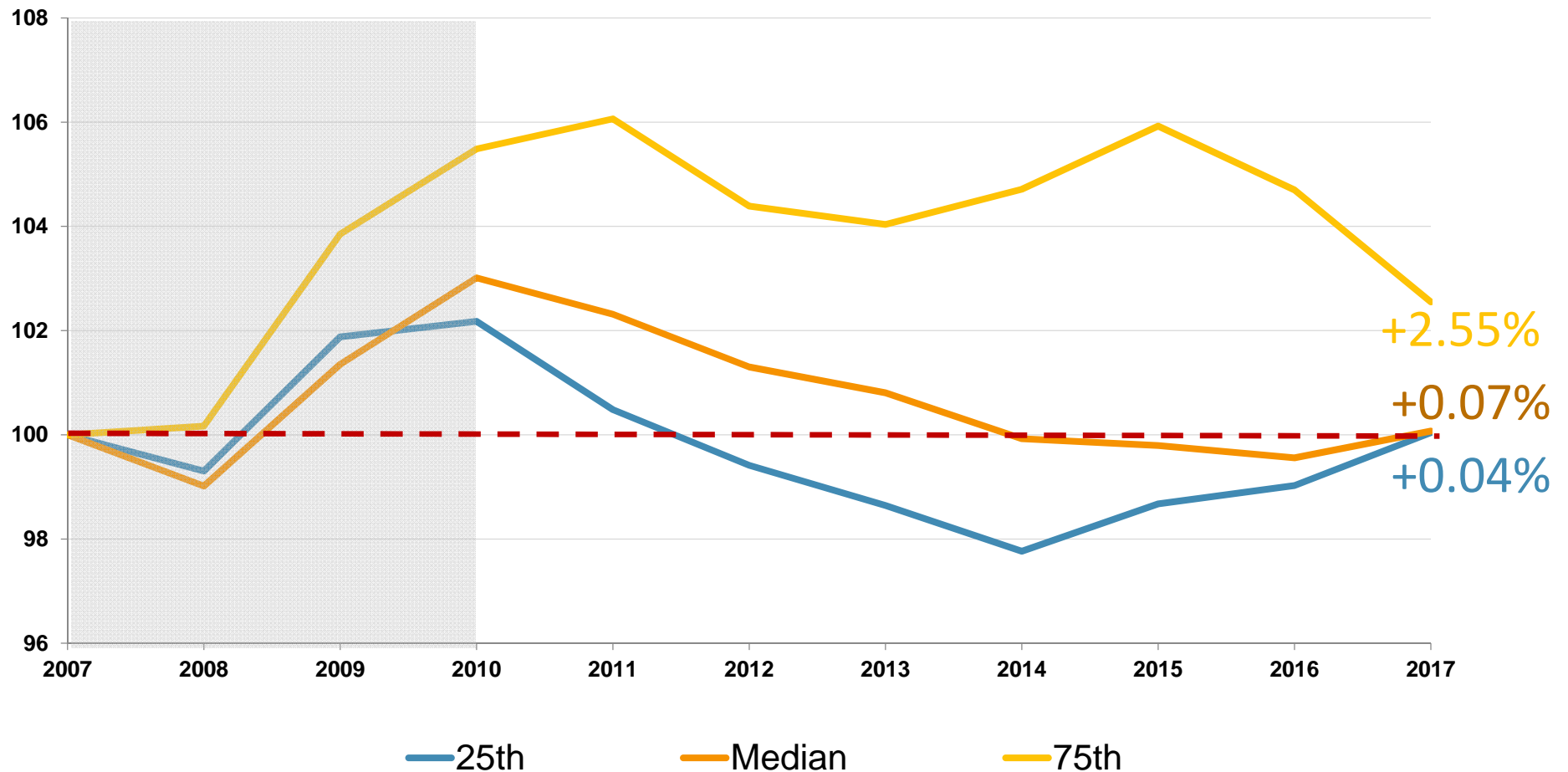
Nominal Hourly Wages



Index: 2007 = 100

SAN DIEGO COUNTY WAGES

Real Hourly Wages



Index: 2007 = 100

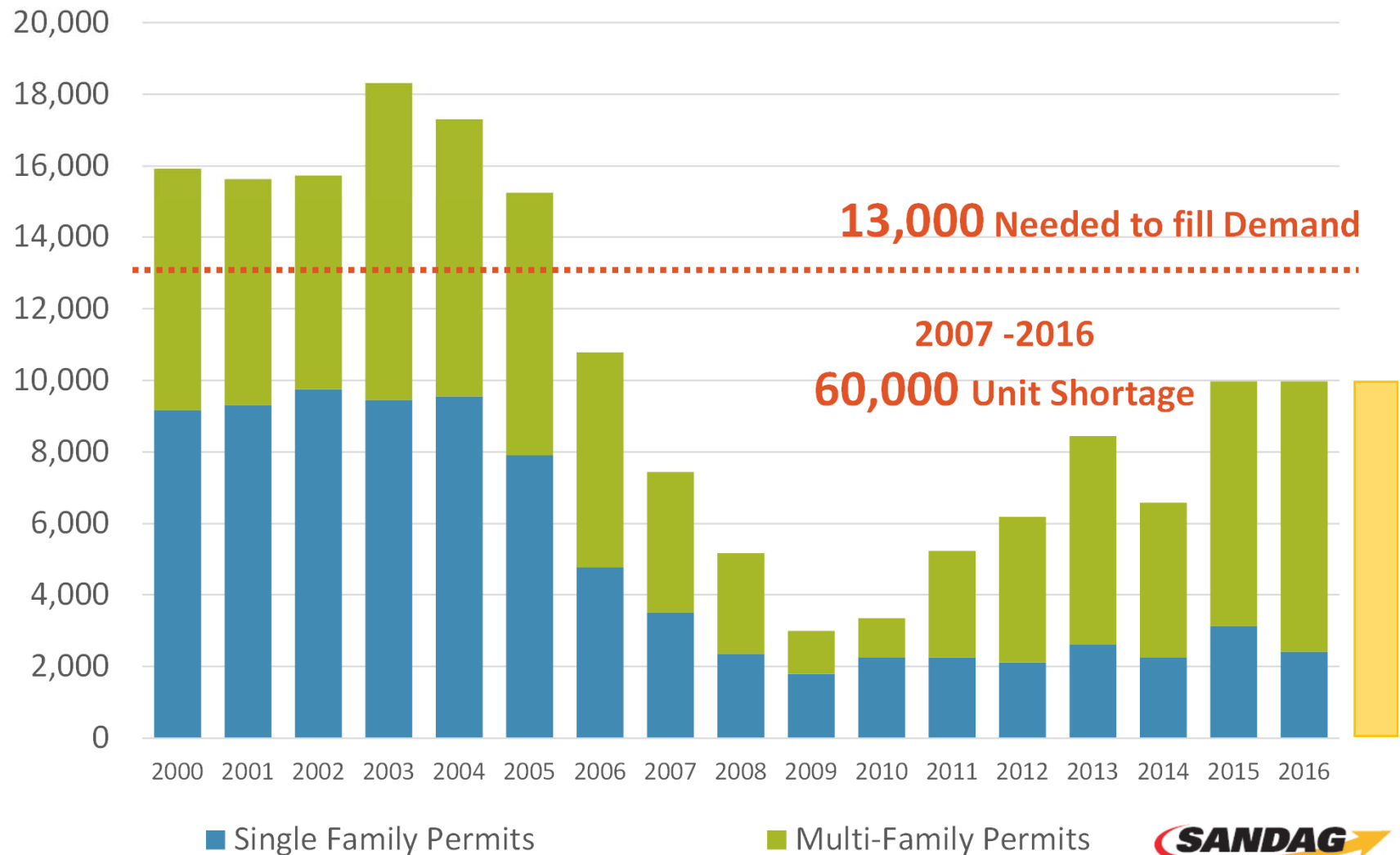
OCCUPATION FORECAST 2014-2024

Occupational Title	Total Job Openings 2014-2024	2016 First Quarter Wages	
		Median Hourly	Median Annual
Retail Salespersons	20,060	\$11.03	\$22,947
Waiters and Waitresses	17,680	\$12.24	\$25,453
Cashiers	17,160	\$9.88	\$20,541
Combined Food Preparation and Serving Workers, Including Fast Food	15,950	\$9.78	\$20,344
General and Operations Managers	9,910	\$51.44	\$107,012
Personal Care Aides	9,730	\$10.47	\$21,782
Office Clerks, General	8,680	\$15.87	\$33,023
Registered Nurses	8,500	\$41.69	\$86,709
Laborers and Freight, Stock, and Material Movers, Hand	8,210	\$11.87	\$24,694
Stock Clerks and Order Fillers	8,070	\$11.56	\$24,049
Customer Service Representatives	7,720	\$18.20	\$37,854
Cooks, Restaurant	7,170	\$12.09	\$25,157
Janitors and Cleaners, Except Maids and Housekeeping Cleaners	6,450	\$12.80	\$26,615
Landscaping and Groundskeeping Workers	5,600	\$12.70	\$26,421
Food Preparation Workers	5,510	\$10.36	\$21,547
Accountants and Auditors	5,400	\$35.18	\$73,169
Construction Laborers	5,250	\$17.31	\$36,001
Dining Room and Cafeteria Attendants and Bartender Helpers	4,720	\$9.66	\$20,079
Secretaries and Administrative Assistants, Ex Legal, Medical, Executive	4,720	\$18.77	\$39,041
First-Line Supervisors of Food Preparation and Serving Workers	4,710	\$14.76	\$30,684

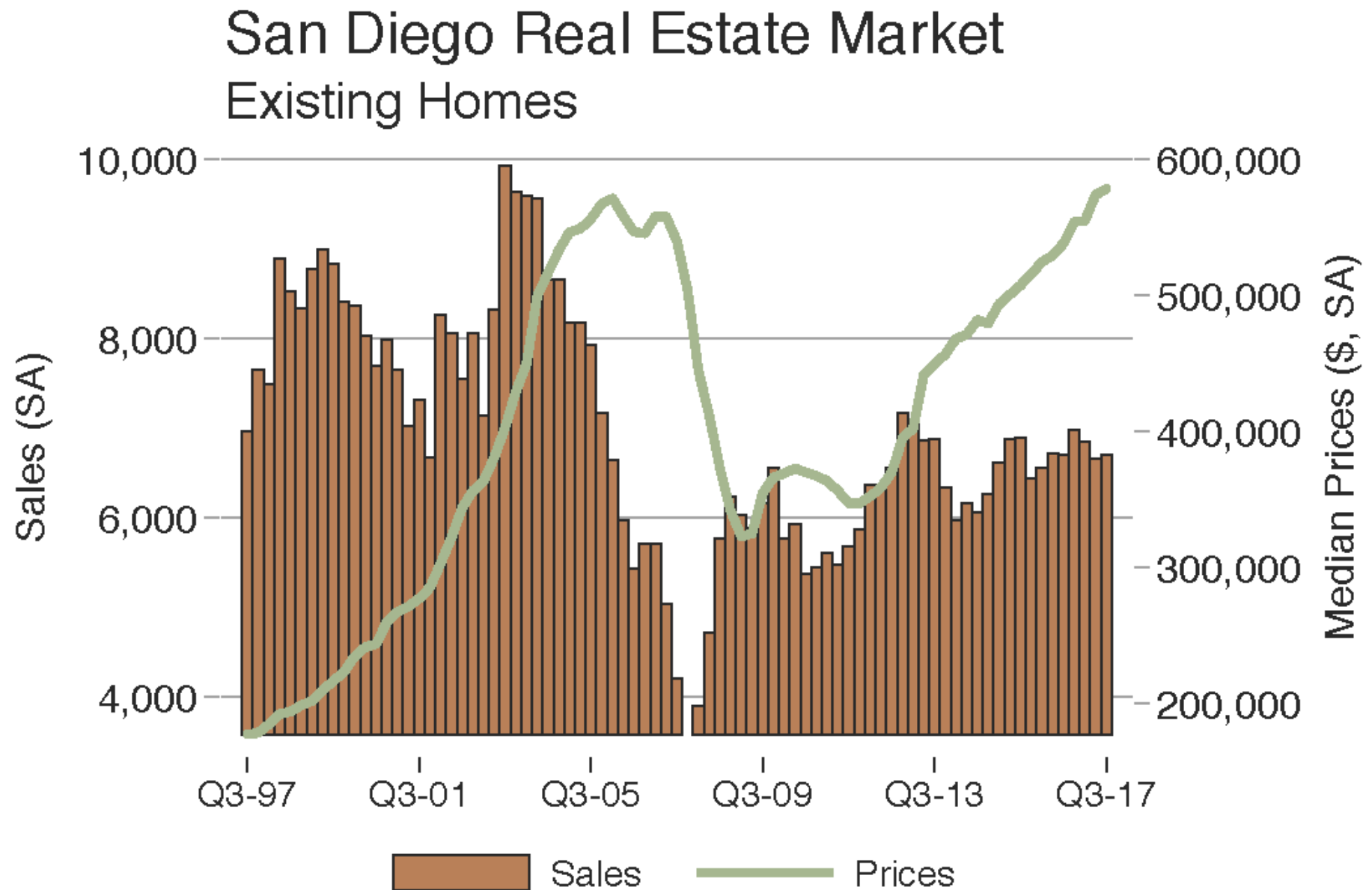
San Diego Outlook: Housing

San Diego 2017: *"Housing Deficit"*

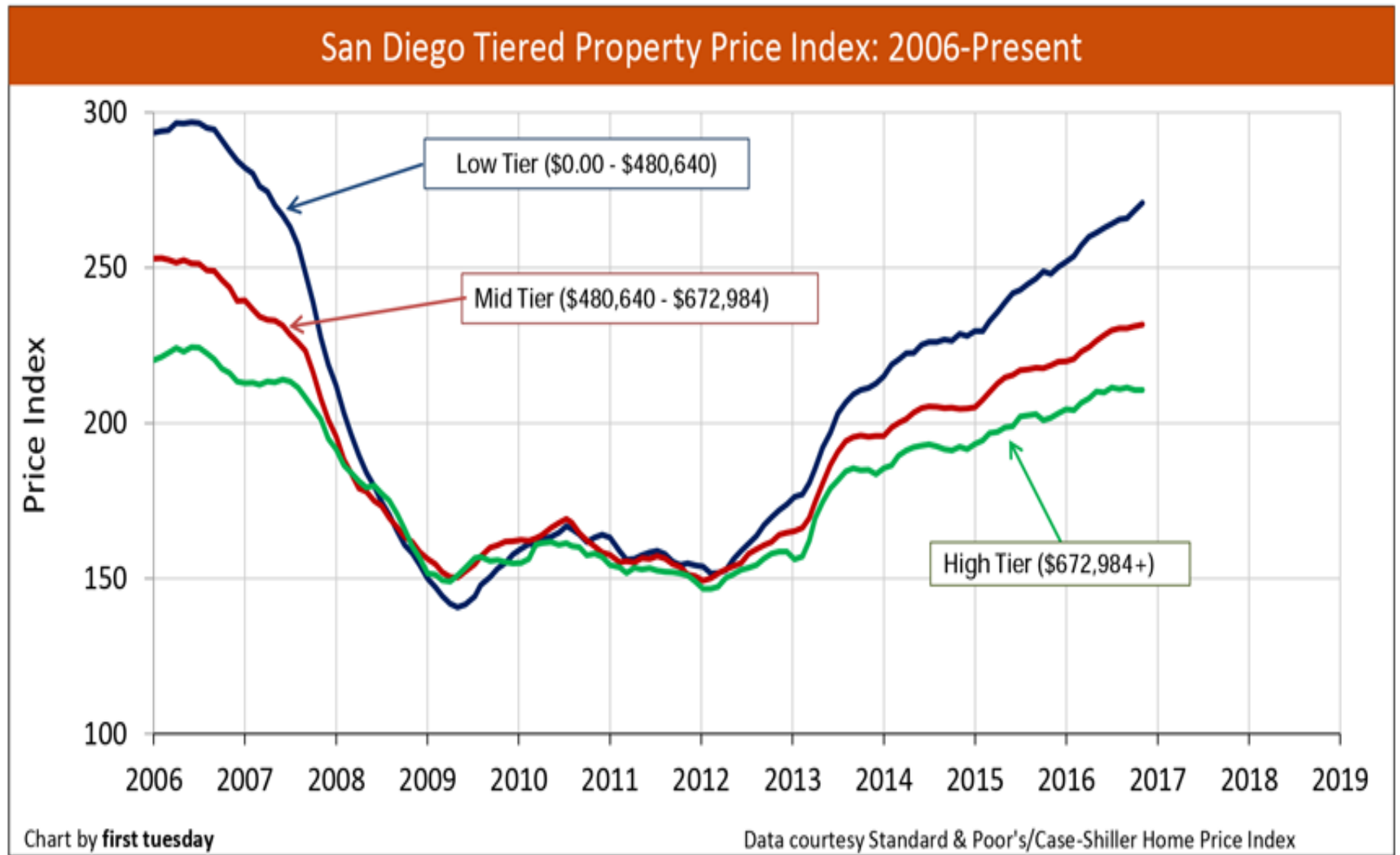
Permits Issued



HOUSING PRICES UP, SALES STAGNANT

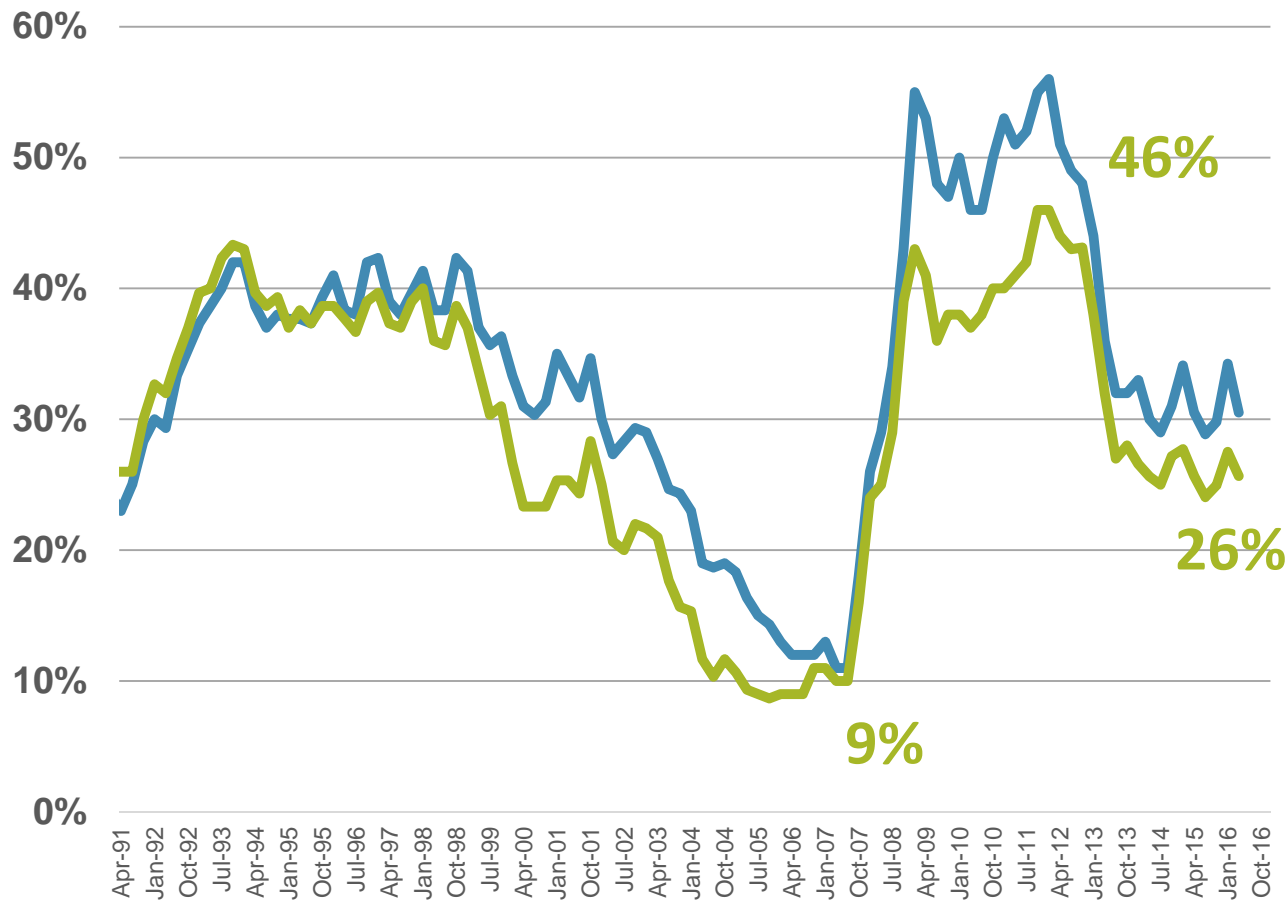


SAN DIEGO HOUSING PRICE INDEX

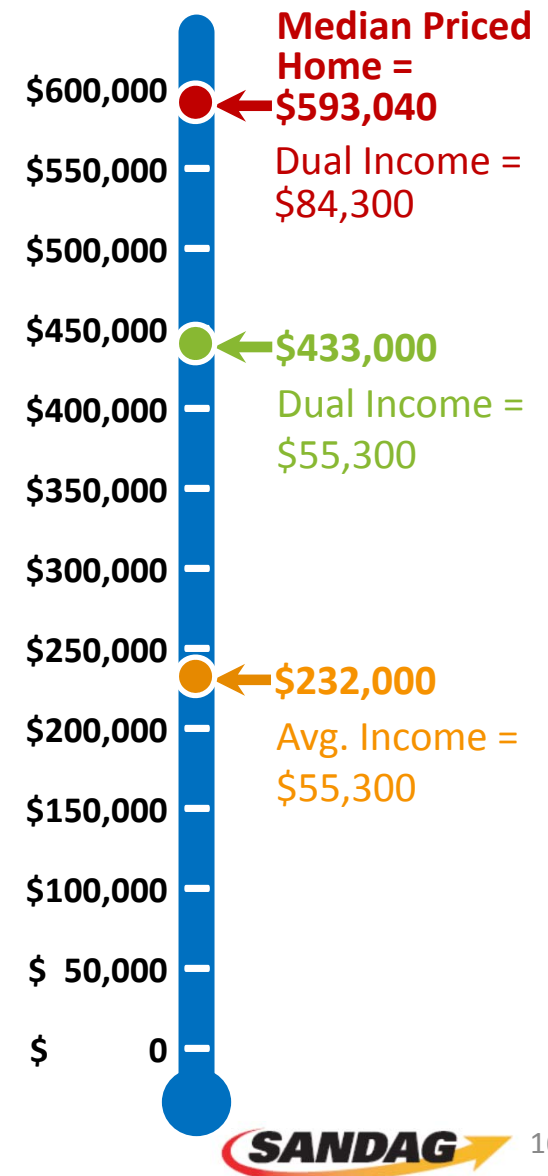


San Diego Region: *Housing Affordability*

Affordability Index



Source: California Association of Realtors



San Diego Region 2018: *Economic Outlook*

- Economy Expands through 2019, Slowing in 2020
- Lower corporate and personal income tax rates bode well for investments and consumption
- Low Unemployment puts upward pressure on wages
- Deregulation and tax reform supports stronger investment and help lift productivity
- Tax cuts temper the regions economic growth
- Increases in mortgage interest rates affect affordability

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