

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 44,600 people and a total of 12,800 wage and salary jobs. The government is the largest employer in the county, representing 33 percent of all wage and salary employment. The per capita income in Siskiyou County is \$35,119 and the average salary per worker is \$41,882.

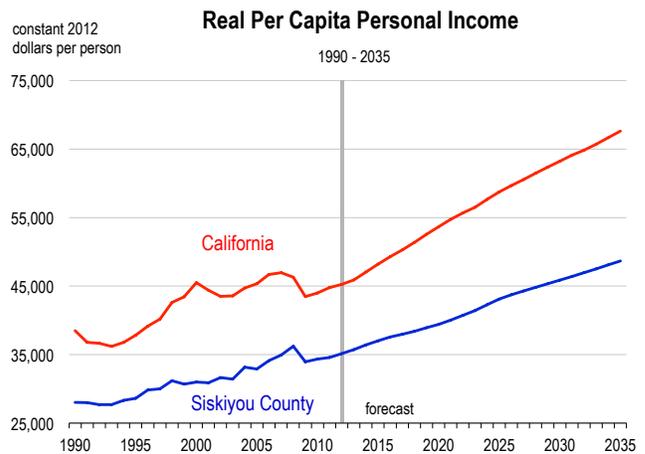
In 2012, total wage and salary employment fell by 95 jobs, a decrease of 0.7 percent. However, despite these job losses, the unemployment rate fell from 16.6 percent in 2011 to 15.3 percent in 2012.

Across the major employment sectors, results were mixed in 2012. The largest increases were observed in agriculture (+51 jobs), wholesale and retail trade (+42 jobs), leisure and hospitality (+42 jobs), and professional services (+35 jobs). The sectors with the largest losses were government (-188 jobs), education and healthcare (-27 jobs), and manufacturing (-38 jobs).

Between 2007 and 2012, the population in Siskiyou County declined at an annual average rate of 0.1 percent. This was due entirely to the natural decrease (deaths outnumbering births), as net migration was positive over this time frame. Siskiyou County has experienced a natural decrease each year since 1999, and this trend is expected to continue over the forecast period.

FORECAST HIGHLIGHTS

- Total wage and salary employment is expected to increase by 1.4 percent in 2013. Over the entire 2013-2018 period, growth will average 1.0 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 increase slowly, rising by an average of 0.2 percent per year between 2013 and 2018.
- Between 2013 and 2018, the momentum for employment growth will be in leisure and hospitality, education and healthcare, professional services, and government. Together, these sectors will account for 71 percent of net job growth in the county.
- Over the next five years, population growth will be slow. Growth will remain negative in 2013 and 2014, but turn positive thereafter. Over the entire 2013-2018 period, growth will average 0.2 percent per year.

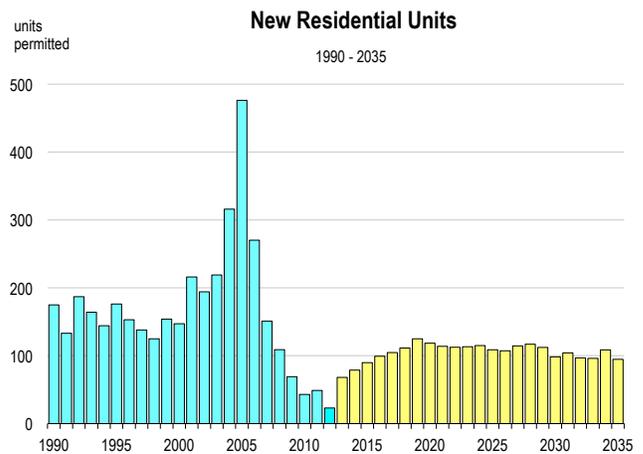
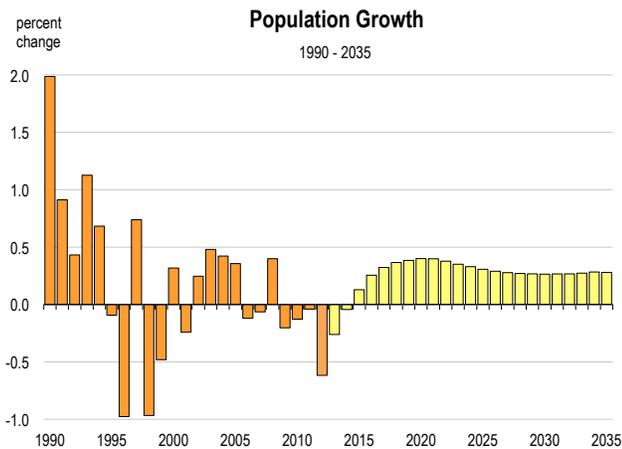


- Net migration will accelerate over the coming years. Between 2013 and 2018, an average of 210 net migrants will enter the county each year.
- Real per capita income is forecast to increase by 1.7 percent in 2013. From 2013 to 2018, growth will average 1.5 percent per year.
- Total taxable sales, adjusted for inflation, are expected to rise at an annual average rate of 1.1 percent between 2013 and 2018.
- Industrial production is forecast to increase by 4.0 percent in 2013. Between 2013 and 2018, the growth rate of industrial production will average 2.8 percent per year.
- Total crop production, adjusted for inflation, is expected to increase by an average of 2.5 percent per year over the next five years. The principle crop in the county is the strawberry.

Siskiyou County Economic Forecast

2006-2012 History, 2013-2040 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	\$1.34	\$34,100	3.3	187.0	297.8	8.0
2007	44,862	-56	66.4	19.4	151	\$0.52	\$1.41	\$34,930	3.2	187.9	304.0	8.5
2008	45,041	270	66.0	19.5	109	\$0.51	\$1.52	\$36,209	3.1	255.7	299.6	10.2
2009	44,950	-75	66.3	19.5	69	\$0.42	\$1.43	\$33,956	0.9	218.1	237.8	14.6
2010	44,893	47	66.1	19.5	43	\$0.43	\$1.46	\$34,344	1.2	206.2	236.6	16.6
2011	44,875	105	64.4	19.5	49	\$0.51	\$1.51	\$34,563	2.6	287.3	252.5	16.6
2012	44,598	-154	62.9	19.6	23	\$0.52	\$1.57	\$35,119	2.7	356.4	259.4	15.3
2013	44,482	-3	62.4	19.6	68	\$0.55	\$1.62	\$35,719	2.3	376.0	269.7	13.9
2014	44,462	96	62.4	19.6	79	\$0.57	\$1.70	\$36,427	2.7	385.7	280.2	12.9
2015	44,520	175	62.7	19.7	90	\$0.59	\$1.77	\$37,017	2.1	395.8	287.6	11.7
2016	44,633	230	63.1	19.7	99	\$0.61	\$1.84	\$37,577	2.4	405.4	295.0	10.9
2017	44,777	257	63.6	19.7	105	\$0.63	\$1.91	\$37,966	2.1	415.1	302.3	10.7
2018	44,941	269	64.1	19.8	111	\$0.65	\$1.98	\$38,405	2.1	424.8	309.7	10.5
2019	45,114	273	64.7	19.9	125	\$0.66	\$2.05	\$38,922	2.1	434.4	316.8	10.5
2020	45,294	277	65.2	19.9	118	\$0.68	\$2.13	\$39,418	2.1	439.6	323.1	10.6
2021	45,475	277	65.7	20.0	114	\$0.70	\$2.22	\$40,026	2.2	442.9	333.5	10.2
2022	45,646	272	66.2	20.1	112	\$0.72	\$2.32	\$40,721	2.3	445.4	345.0	9.8
2023	45,806	264	66.6	20.1	113	\$0.74	\$2.43	\$41,426	2.3	447.0	352.6	9.6
2024	45,957	258	67.0	20.2	115	\$0.76	\$2.54	\$42,261	2.4	448.5	362.8	9.6
2025	46,098	252	67.4	20.3	109	\$0.79	\$2.66	\$43,093	2.4	449.1	373.5	9.7
2026	46,232	248	67.8	20.4	107	\$0.81	\$2.78	\$43,737	2.5	450.9	384.3	9.7
2027	46,360	247	68.1	20.4	114	\$0.83	\$2.89	\$44,281	2.5	453.5	395.4	9.8
2028	46,486	246	68.4	20.5	117	\$0.85	\$3.00	\$44,818	2.5	455.3	406.7	9.9
2029	46,610	245	68.8	20.6	112	\$0.87	\$3.12	\$45,341	2.5	457.2	418.3	9.9
2030	46,733	242	69.1	20.6	98	\$0.89	\$3.25	\$45,856	2.5	459.6	430.3	9.7
2031	46,857	241	69.5	20.7	104	\$0.91	\$3.37	\$46,400	2.5	462.0	442.6	9.7
2032	46,982	238	69.8	20.8	97	\$0.93	\$3.51	\$46,940	2.5	463.4	455.4	9.7
2033	47,111	235	70.2	20.8	96	\$0.95	\$3.65	\$47,508	2.5	464.9	468.5	9.7
2034	47,244	233	70.5	20.9	109	\$0.98	\$3.79	\$48,094	2.5	466.5	482.0	9.6
2035	47,376	227	70.9	21.0	95	\$1.00	\$3.95	\$48,677	2.5	468.5	496.0	9.6
2036	47,507	223	71.2	21.0	94	\$1.02	\$4.11	\$49,270	2.5	469.8	510.3	9.5
2037	47,634	217	71.6	21.1	87	\$1.04	\$4.27	\$49,876	2.5	471.5	525.0	9.4
2038	47,759	216	71.9	21.2	112	\$1.07	\$4.45	\$50,519	2.5	474.2	540.2	9.3
2039	47,879	209	72.2	21.2	92	\$1.09	\$4.63	\$51,168	2.5	475.8	555.9	9.3
2040	47,999	205	72.6	21.3	85	\$1.11	\$4.82	\$51,853	2.4	477.5	568.8	9.2

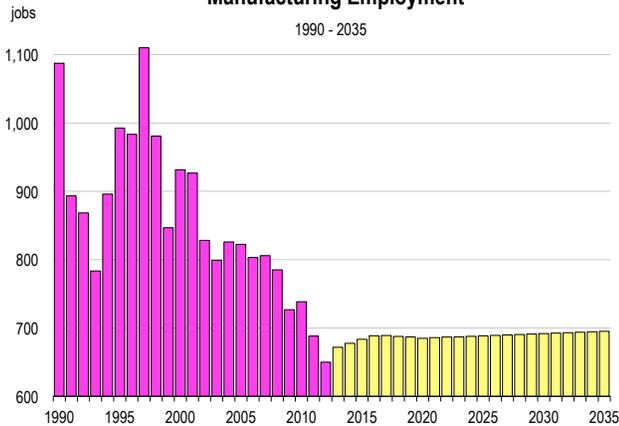


Siskiyou County Employment Forecast

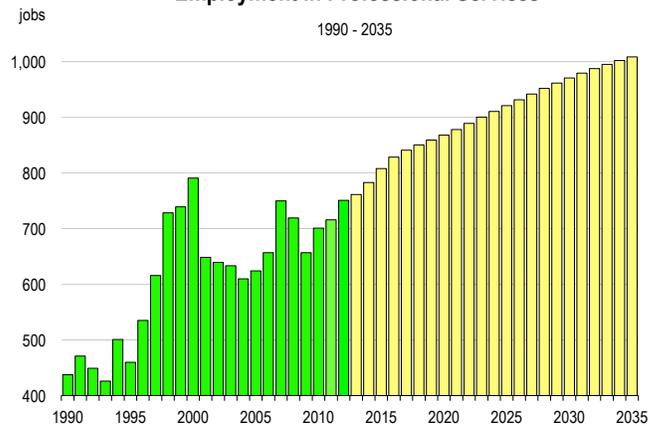
2006-2012 History, 2013-2040 Forecast

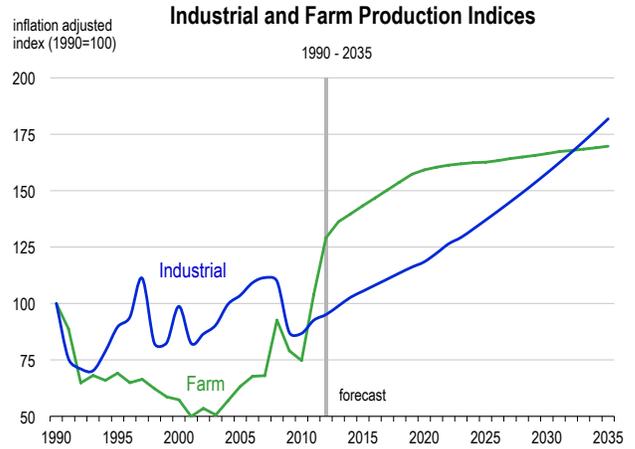
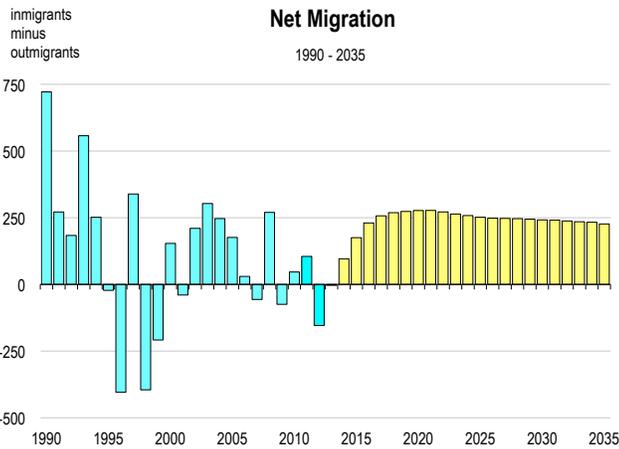
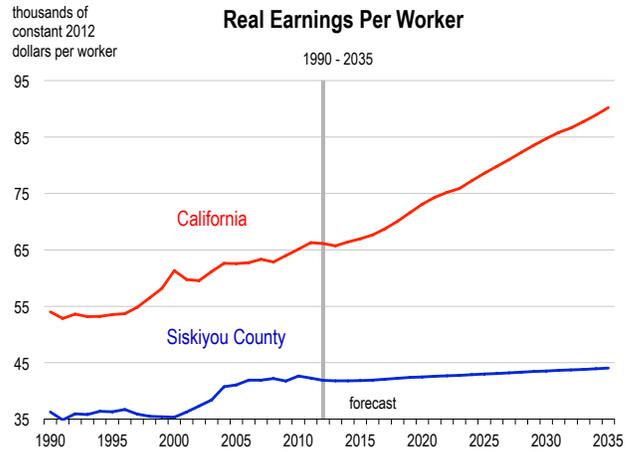
	Total Wage & Salary	Farm	Construction	Manufacturing	Transportation & Utilities	Wholesale & Retail Trade	Financial Activities	Professional Services	Information	Health & Education	Leisure	Government
	-----employment (thousands of jobs)-----											
2006	13.85	0.68	0.58	0.80	0.55	1.93	0.48	0.66	0.24	1.65	1.93	3.91
2007	13.92	0.66	0.57	0.81	0.55	1.95	0.45	0.75	0.22	1.69	1.80	4.05
2008	13.81	0.62	0.52	0.79	0.52	1.97	0.39	0.72	0.22	1.76	1.75	4.14
2009	13.19	0.73	0.36	0.73	0.37	1.93	0.37	0.66	0.20	1.78	1.60	4.09
2010	13.07	0.70	0.33	0.74	0.20	1.81	0.37	0.70	0.18	1.70	1.63	4.31
2011	12.94	0.71	0.32	0.69	0.23	1.73	0.36	0.72	0.18	1.68	1.48	4.42
2012	12.84	0.77	0.31	0.65	0.24	1.77	0.35	0.75	0.16	1.66	1.52	4.23
2013	13.03	0.78	0.33	0.67	0.24	1.77	0.36	0.76	0.16	1.68	1.54	4.28
2014	13.24	0.81	0.34	0.68	0.25	1.78	0.37	0.78	0.16	1.72	1.55	4.35
2015	13.43	0.82	0.34	0.68	0.25	1.79	0.39	0.81	0.16	1.76	1.57	4.41
2016	13.58	0.82	0.35	0.69	0.25	1.81	0.40	0.83	0.17	1.78	1.59	4.45
2017	13.66	0.82	0.35	0.69	0.25	1.82	0.40	0.84	0.17	1.79	1.61	4.47
2018	13.72	0.81	0.35	0.69	0.25	1.83	0.40	0.85	0.17	1.81	1.62	4.48
2019	13.78	0.81	0.36	0.69	0.25	1.85	0.40	0.86	0.17	1.82	1.63	4.49
2020	13.85	0.82	0.36	0.68	0.26	1.86	0.41	0.87	0.17	1.84	1.64	4.51
2021	13.93	0.83	0.36	0.69	0.26	1.87	0.41	0.88	0.17	1.86	1.65	4.53
2022	14.00	0.83	0.36	0.69	0.26	1.88	0.41	0.89	0.17	1.87	1.66	4.54
2023	14.05	0.83	0.36	0.69	0.26	1.88	0.41	0.90	0.17	1.90	1.67	4.54
2024	14.11	0.84	0.36	0.69	0.26	1.90	0.41	0.91	0.17	1.92	1.68	4.53
2025	14.16	0.84	0.35	0.69	0.26	1.91	0.41	0.92	0.17	1.93	1.70	4.53
2026	14.21	0.84	0.36	0.69	0.26	1.92	0.41	0.93	0.17	1.95	1.71	4.53
2027	14.27	0.84	0.36	0.69	0.26	1.93	0.41	0.94	0.17	1.97	1.72	4.52
2028	14.33	0.85	0.36	0.69	0.26	1.94	0.41	0.95	0.18	1.98	1.73	4.53
2029	14.38	0.85	0.36	0.69	0.26	1.95	0.41	0.96	0.18	2.00	1.74	4.53
2030	14.44	0.85	0.35	0.69	0.26	1.96	0.41	0.97	0.18	2.02	1.75	4.54
2031	14.51	0.85	0.36	0.69	0.26	1.98	0.41	0.98	0.18	2.04	1.76	4.56
2032	14.58	0.86	0.35	0.69	0.26	1.99	0.41	0.99	0.18	2.05	1.78	4.57
2033	14.65	0.86	0.35	0.69	0.26	2.00	0.41	1.00	0.18	2.07	1.79	4.59
2034	14.73	0.86	0.36	0.69	0.26	2.01	0.41	1.00	0.18	2.09	1.80	4.60
2035	14.79	0.86	0.35	0.70	0.26	2.02	0.41	1.01	0.18	2.11	1.81	4.62
2036	14.86	0.87	0.35	0.70	0.26	2.03	0.41	1.01	0.18	2.13	1.82	4.63
2037	14.92	0.87	0.35	0.70	0.26	2.04	0.41	1.02	0.18	2.15	1.83	4.64
2038	15.00	0.87	0.36	0.70	0.26	2.05	0.41	1.03	0.18	2.17	1.84	4.66
2039	15.05	0.87	0.35	0.70	0.26	2.06	0.41	1.03	0.18	2.19	1.85	4.67
2040	15.11	0.88	0.35	0.70	0.26	2.07	0.41	1.04	0.18	2.21	1.87	4.68

Manufacturing Employment



Employment in Professional Services





County Economic and Demographic Indicators

Projected Economic Growth (2013-2018)

Expected retail sales growth:	5.3 %
Expected job growth:	5.3 %
Fastest growing jobs sector:	Financial Activities
Expected personal income growth:	8.6 %

Expected population growth:	1.0 %
Net migration to account for:	100 %
Expected growth in number of vehicles:	2.8 %

Demographics (2013)

Unemployment rate (April 2013)	12.9 %
County Rank* in California (58 counties):	46th
Working age (16-64) population:	61.3 %

Population with B.A. Degree or higher:	23.1 %
Median Home Selling Price (2012):	\$122,500
Median Household Income:	\$32,406

Quality of Life

Violent Crime rate (2010):	307 per 100,000 persons
County Rank* in California (58 counties):	19th
Average Commute Time to work (2013):	20.4 minutes

High School drop out rate (2011):	6.2 %
Households at/below poverty line (2013):	13.3 %

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