

Hampton Roads Economic Forecast

2015

Hampton Roads Planning District Commission

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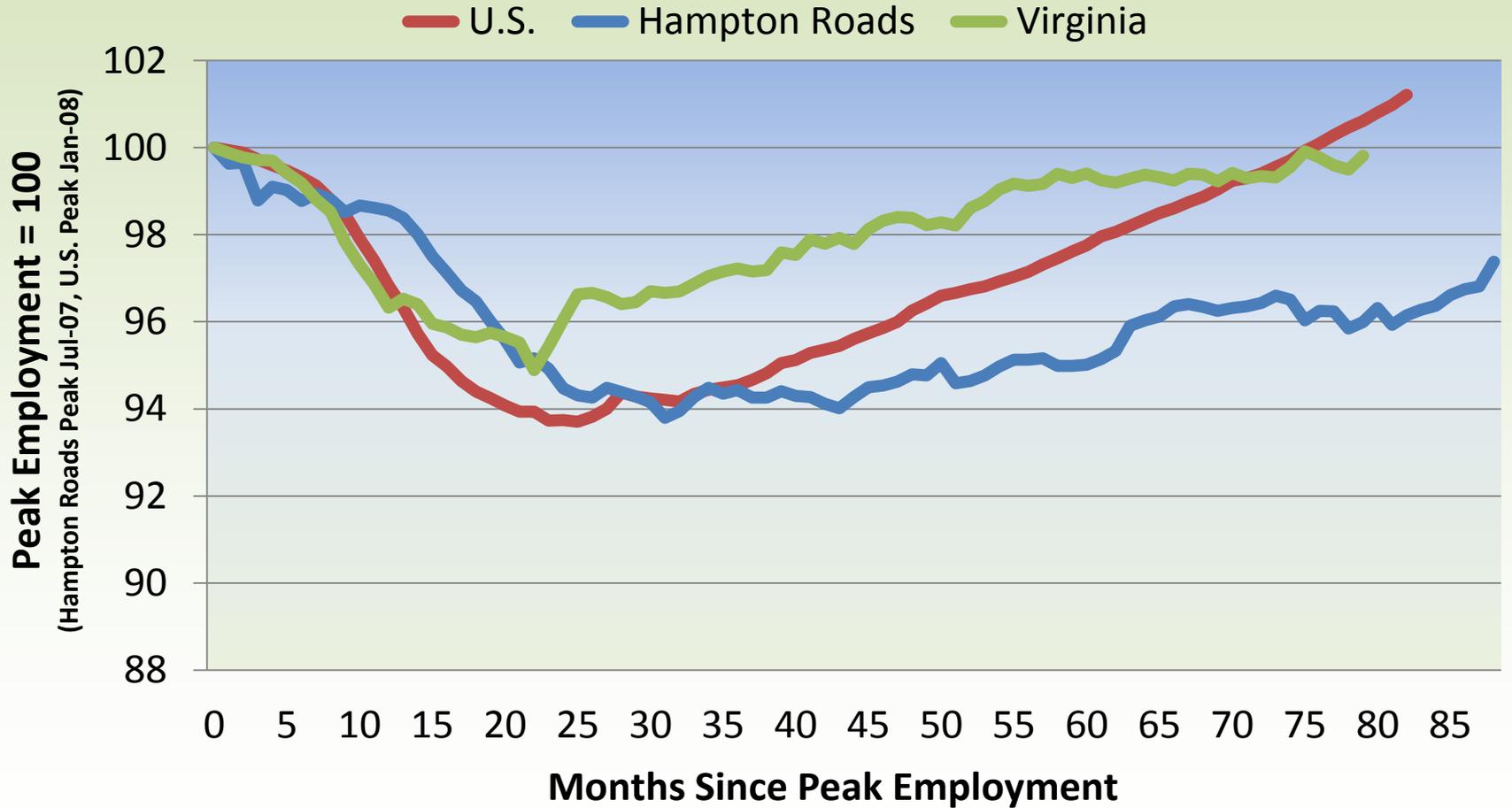
Agenda Item # 3

National Conditions

	Pre-Recession High	Recession Low	Current	Data '07-'14
Real GDP (trillions)	\$15.0	\$14.4	\$16.2	
Civilian Employment (thousands)	138,365	129,655	140,347	
Unemployment Rate	4.4%	10.0%	5.6%	
S&P	\$1,549.4	\$735.0	\$2,062.1	

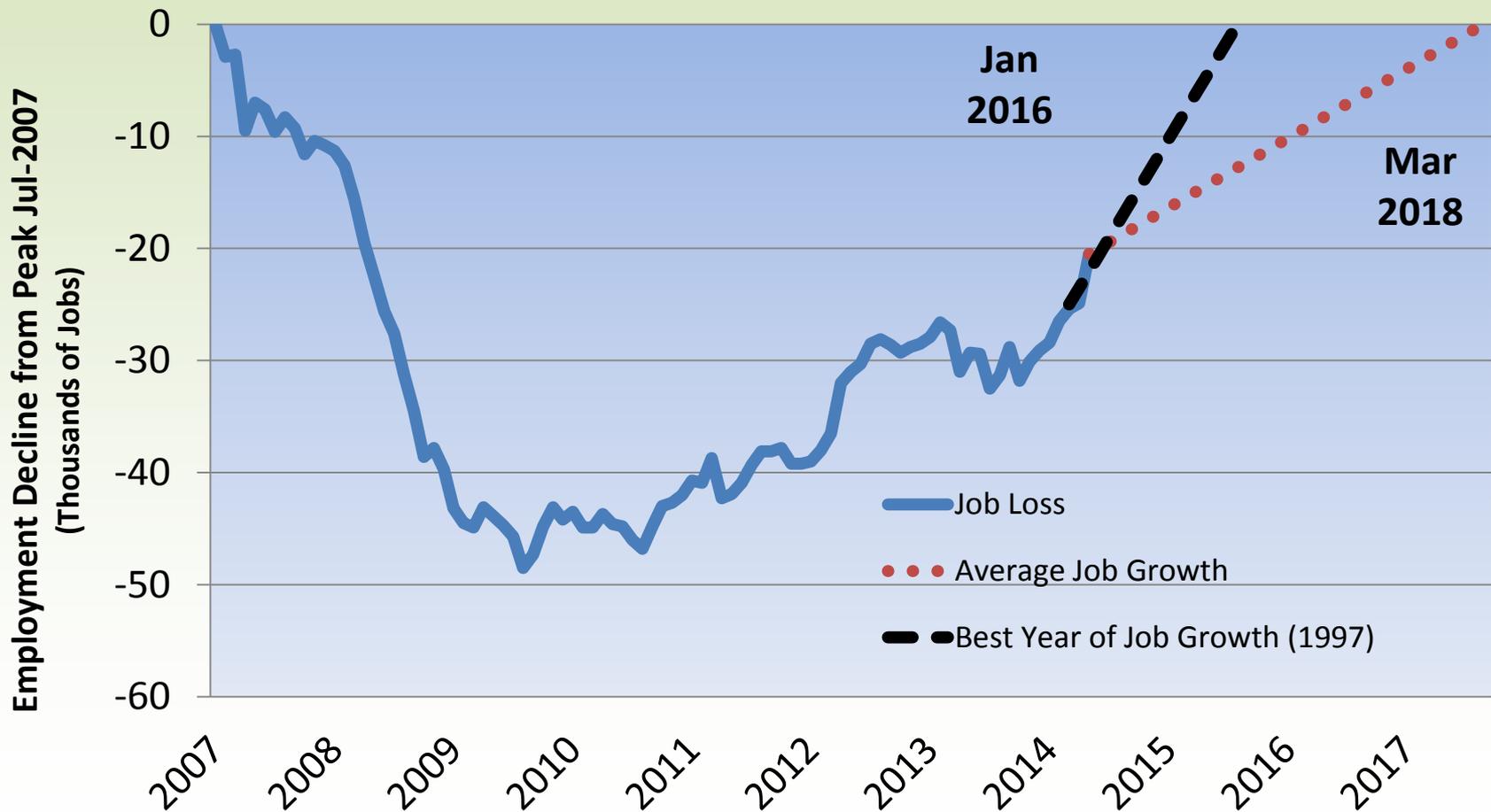
Indexed Employment

Seasonally Adjusted Peak Employment = 100



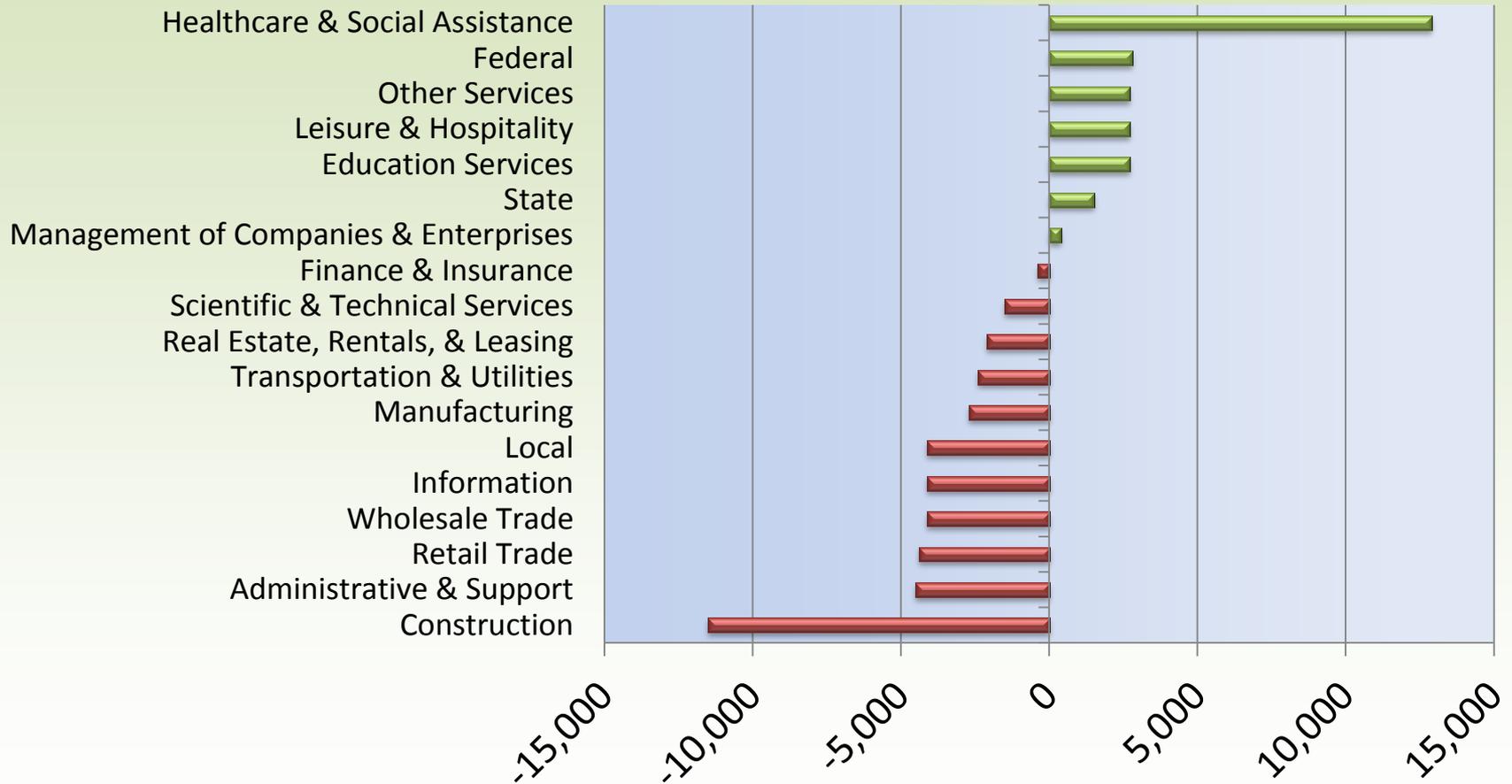
Source: Bureau of Labor Statistics, HRPDC

Hampton Roads Projected Return to Peak Employment



Source: Bureau of Labor Statistics, HRPDC

Hampton Roads Employment Change 7-Year 2007 to 2014

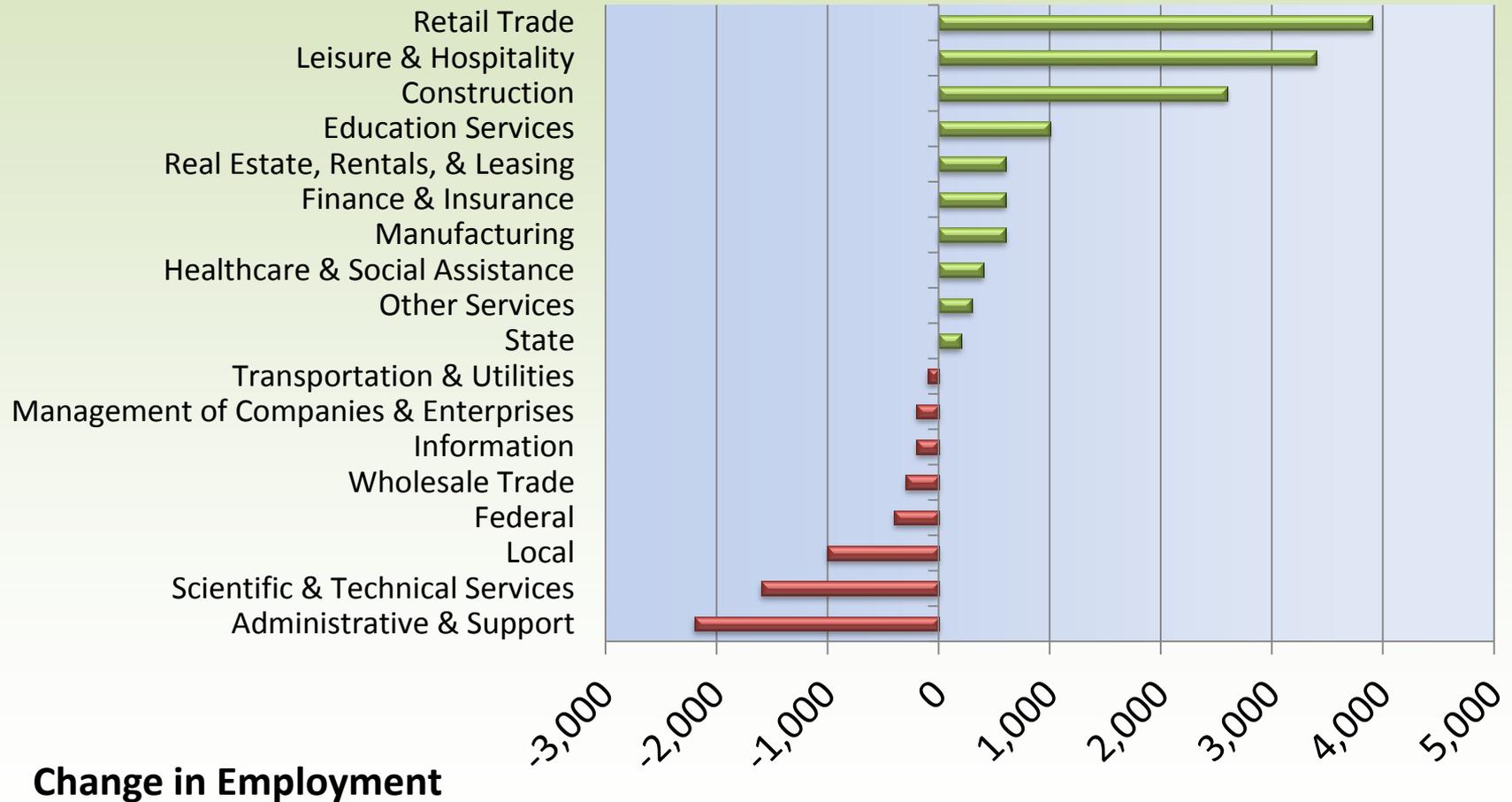


Change in Employment

Source: Bureau of Labor Statistics, HRPDC

Hampton Roads Employment Change: 1-Year

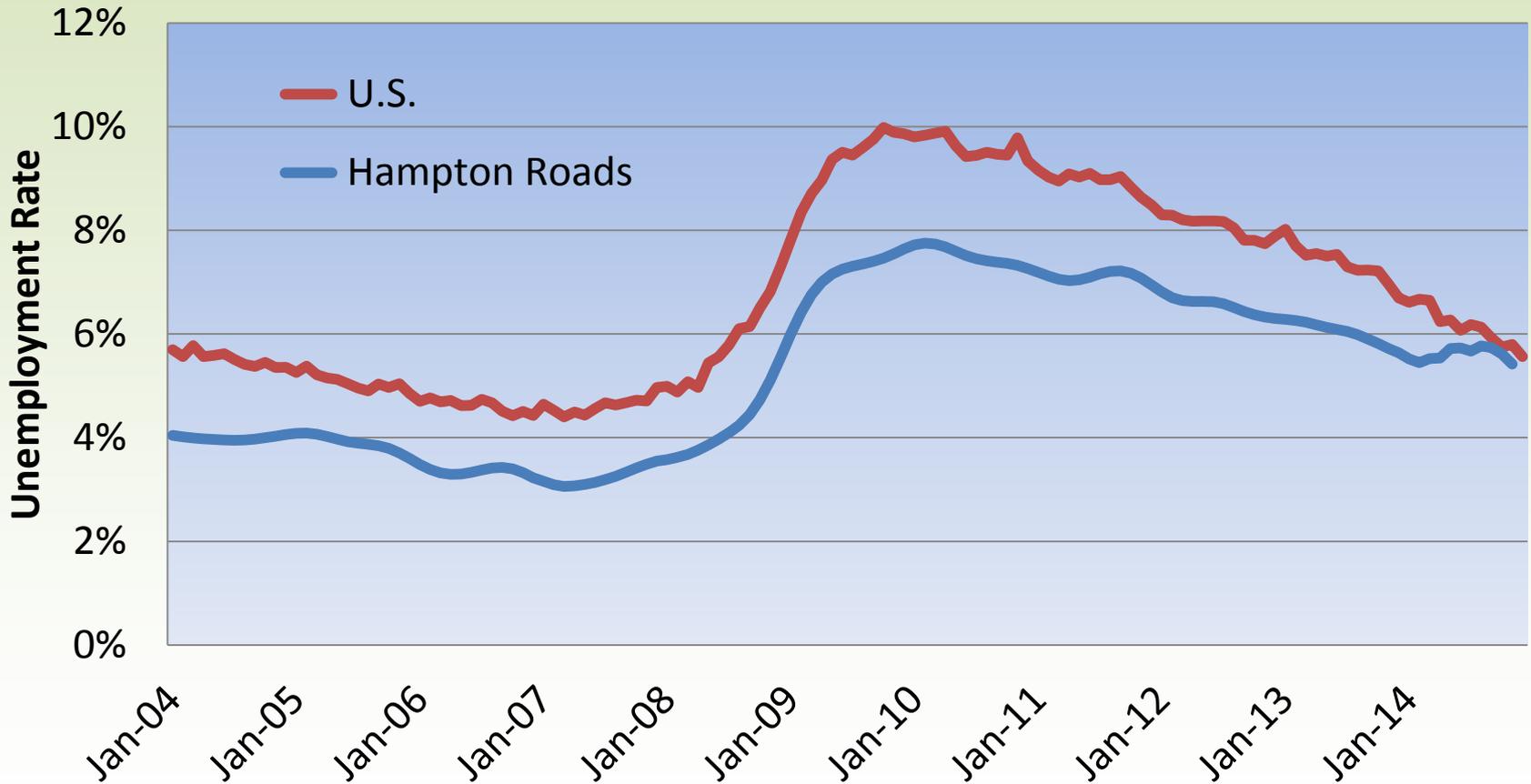
November 2013 to November 2014



Source: Bureau of Labor Statistics, HRPDC

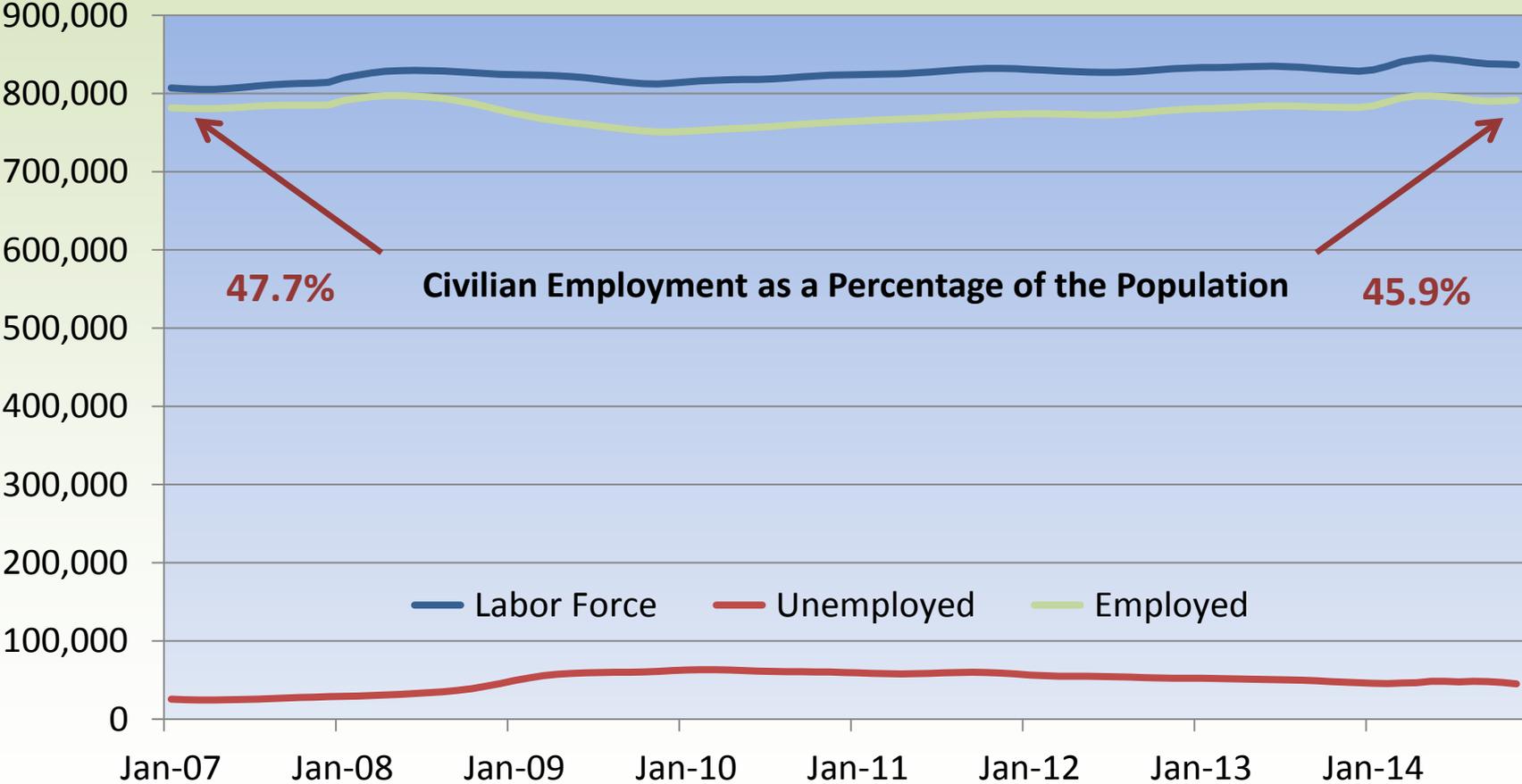
Unemployment Rates

Seasonally Adjusted



Source: Bureau of Labor Statistics, HRPDC

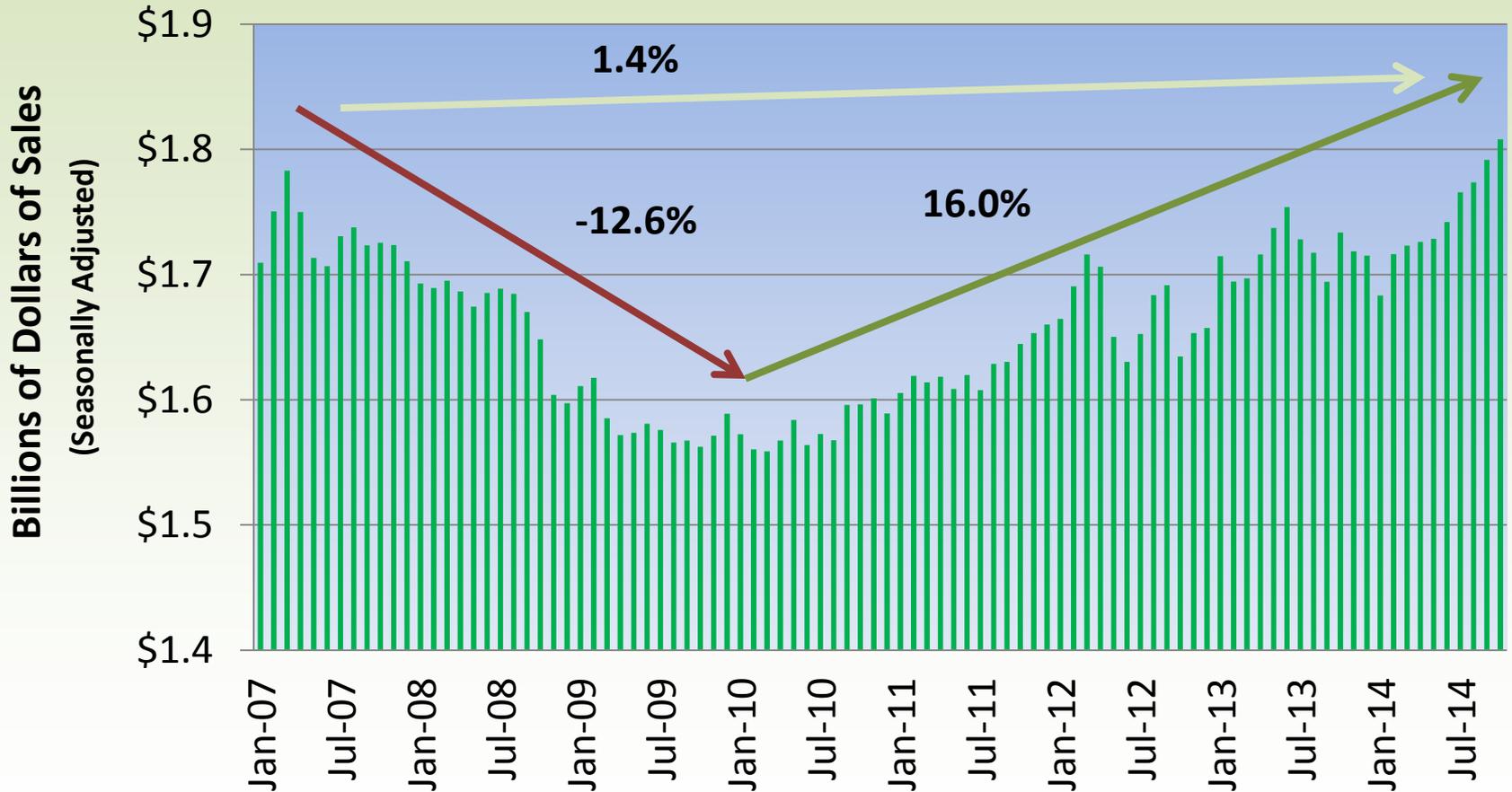
Labor Force in Hampton Roads



Sources: Bureau of Labor Statistics, U.S. Census Bureau, and HRPDC

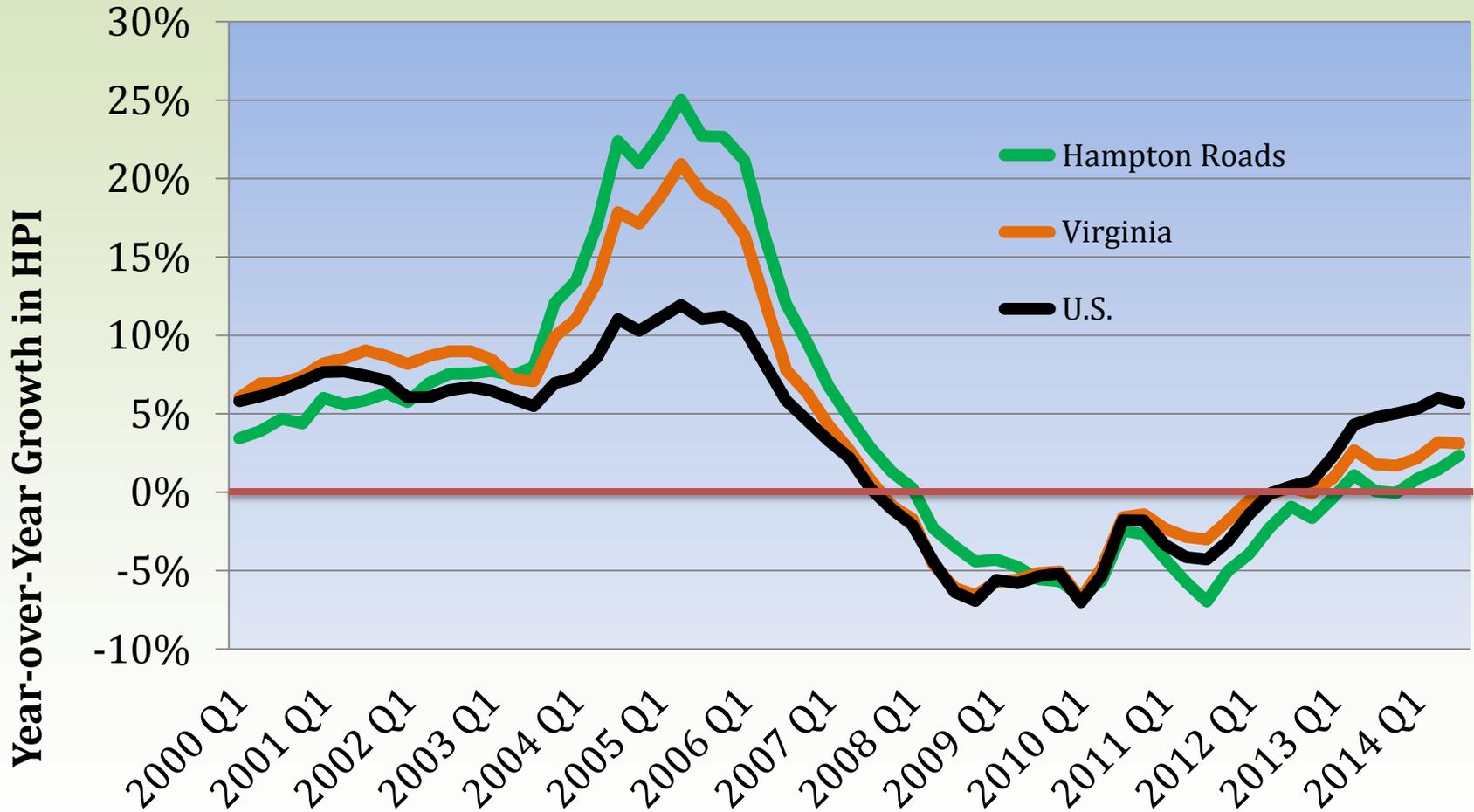
Hampton Roads Retail Sales

3-Month Moving Average as Measured by the 1% Local Option



Source: Virginia Department of Taxation, HRPDC

Home Price Indices



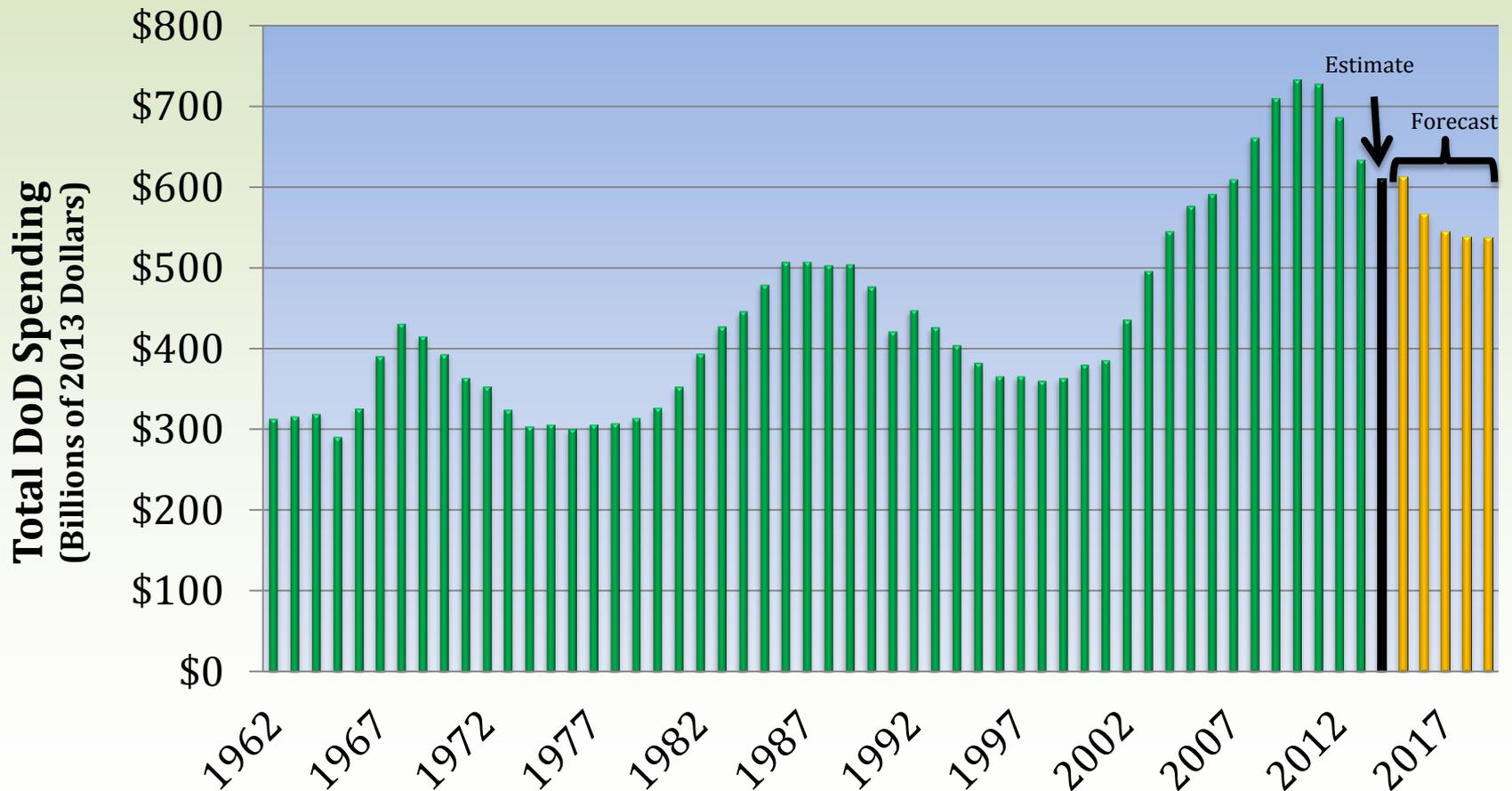
Source: Federal Housing Finance Agency, HRPDC

Real Estate Foreclosures in Hampton Roads (3-Month Moving Average)



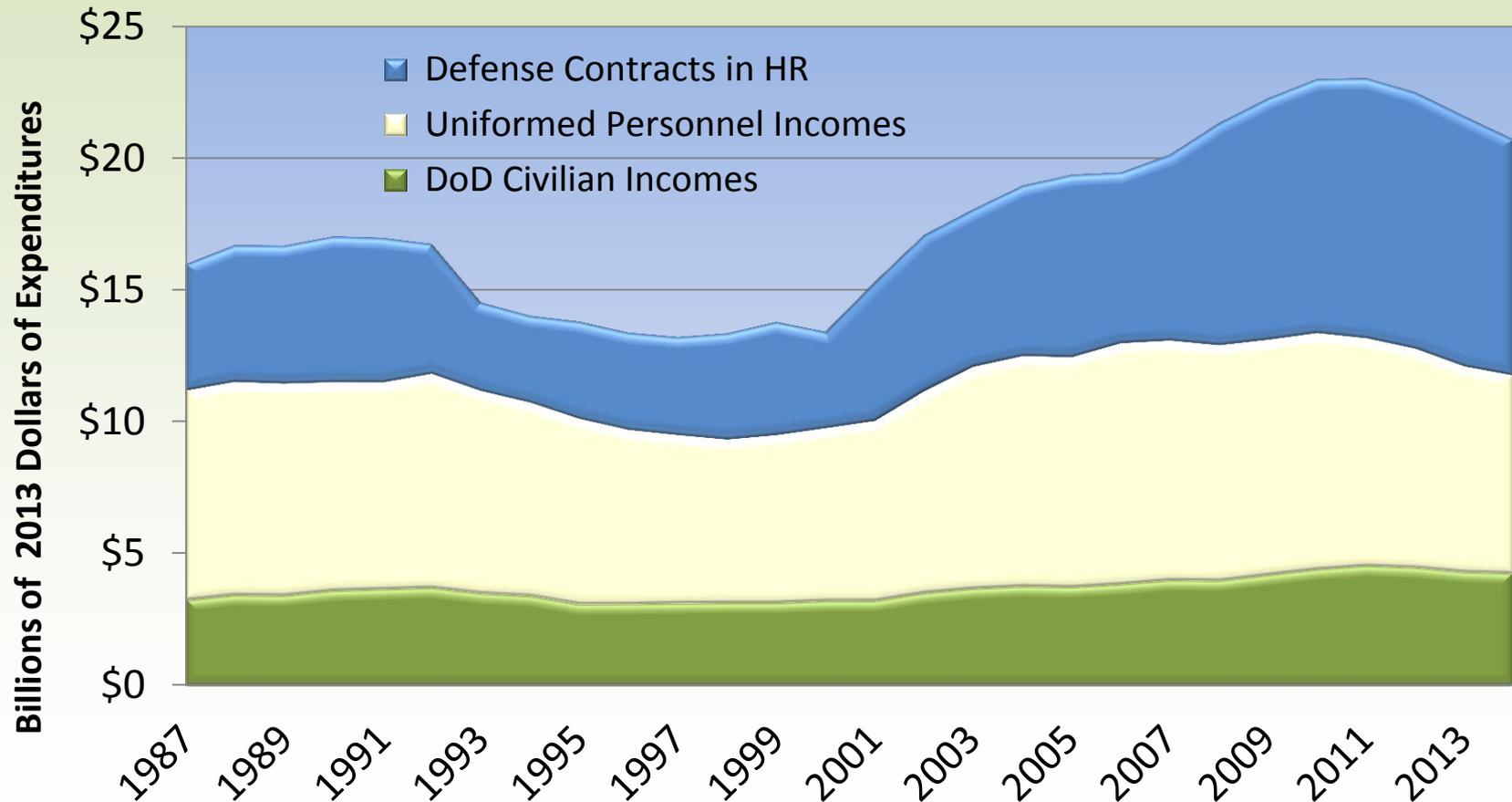
Source: RealtyTrac, PilotOnline.com., HRPDC

Inflation-Adjusted OMB Defense Outlays, Actual and Projected



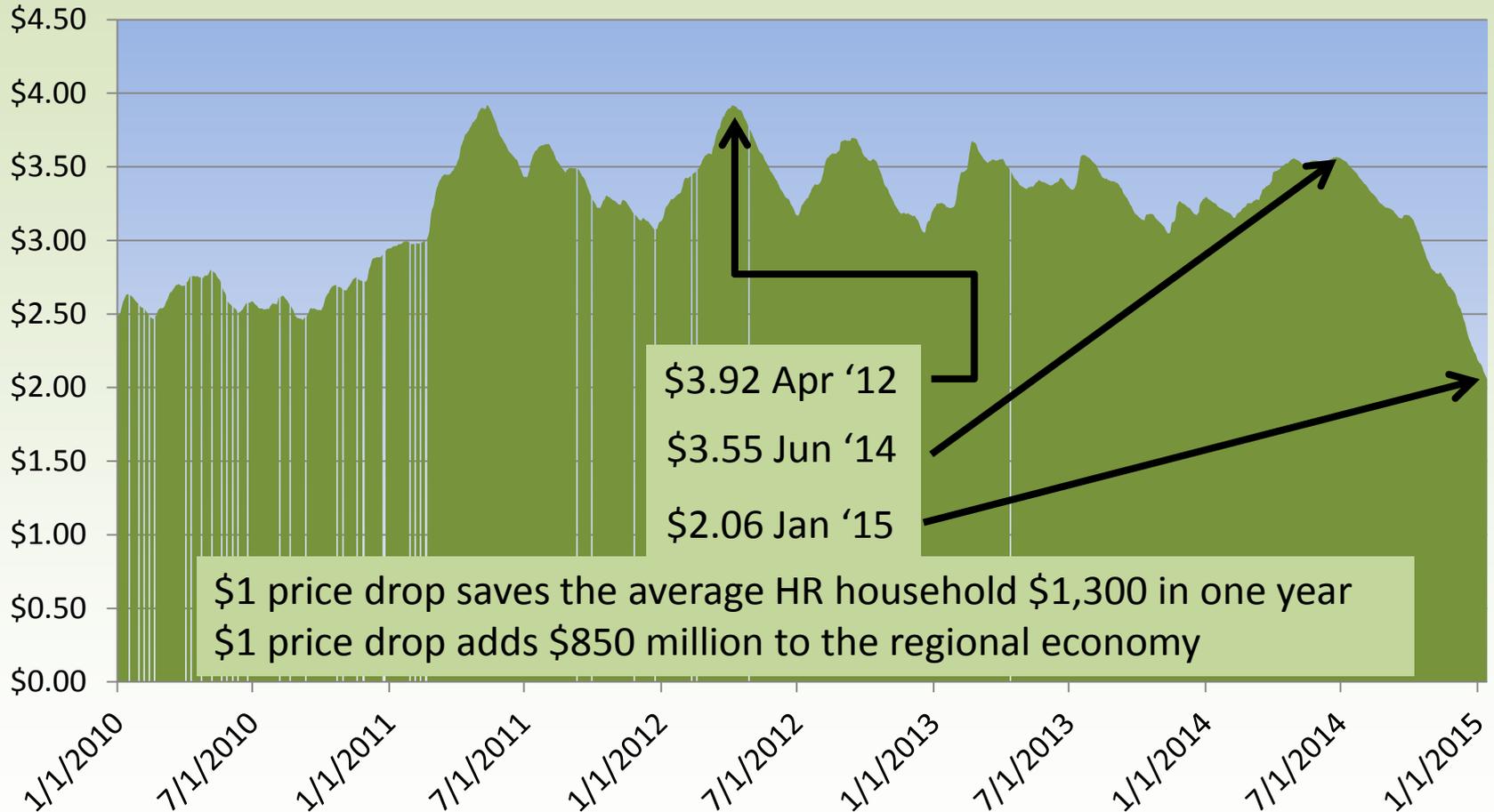
Sources: Office of Management and Budget and HRPDC

Inflation-Adjusted Department of Defense Spending in Hampton Roads



Sources: Bureau of Economic Analysis, U.S. Census Bureau, USA Spending.gov, Bureau of Labor Statistics, and HRPDC

Gasoline Prices in Hampton Roads



Source: AAA Fuel Gauge Report, HRPDC

The Year Ahead...

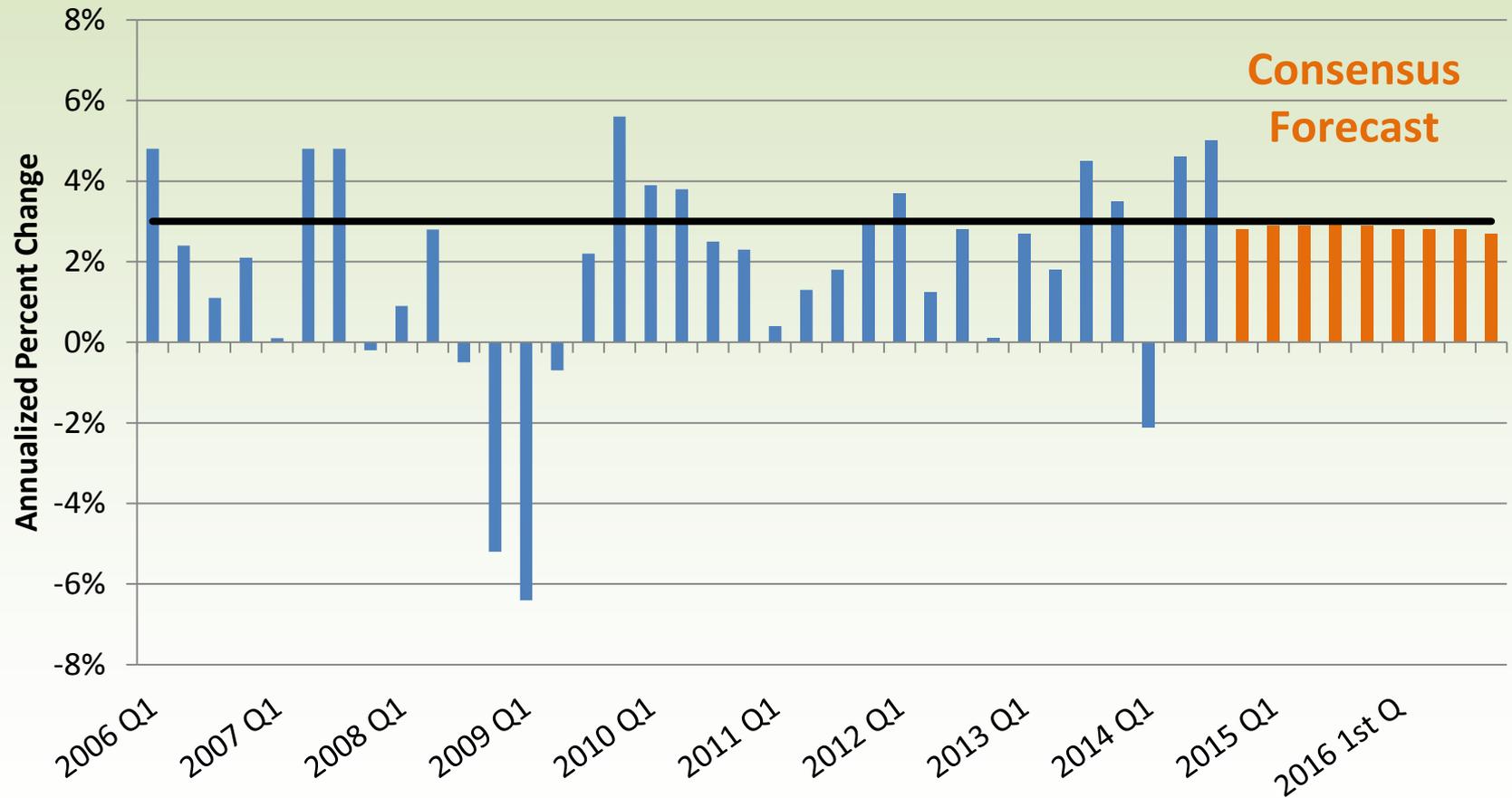
The Good:

- Growing national economy
- Consumer spending is strong
- Low fuel prices
- Interest rates remain low
- Corporate investment is up
- Some sustained employment growth in HR

The Bad:

- Federal spending remains tight
- Loss of local Navy personnel
- Region's housing market remains weak
- Dollar is high
- Slow growth outside of the U.S.

Annualized Percent Change in Gross Domestic Product



Source: Blue Chip Economic Forecast and HRPDC

HRPDC 2015 Economic Forecast

	2014 (Year to Date)	2015 Forecast
U.S.		
Real GDP	2.4%	3.2%
Interest Rates		
Short Government Rates	0.1%	0.4%
Long Government Rates	2.7%	2.7%
Hampton Roads		
Gross Product	NA	1.1%
Civilian Employment	0.1%	0.9%
Unemployment Rate	5.6%	5.2%
Retail Sales	2.2%	2.6%
Auto and Truck Sales	3.8%	3.3%
Value of Single-Family Residential Building Permits	-3.9%	3.5%

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