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Hampton Roads Planning District Commission
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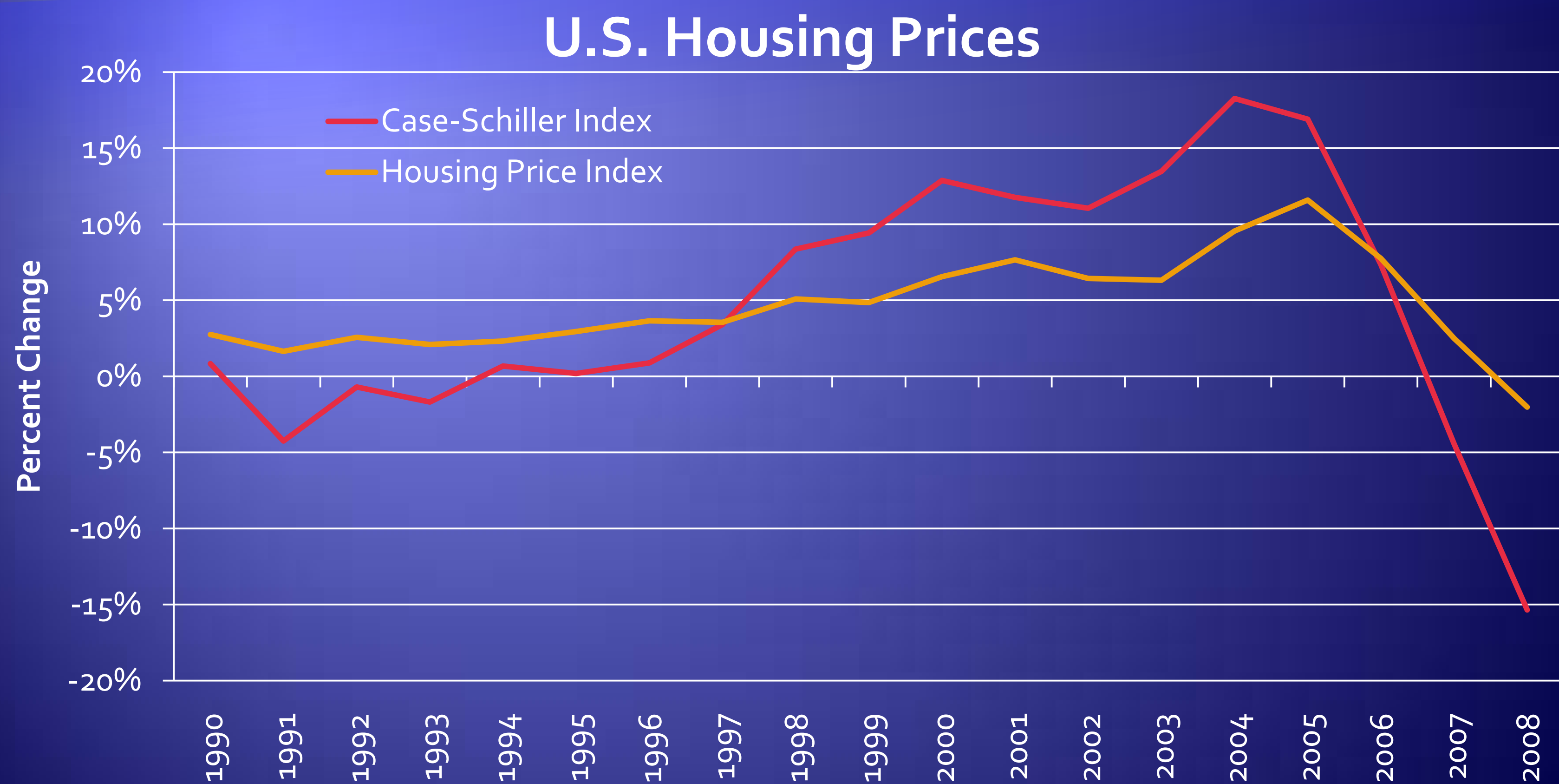
2009 HAMPTON ROADS ECONOMIC FORECAST

The U.S. Economy

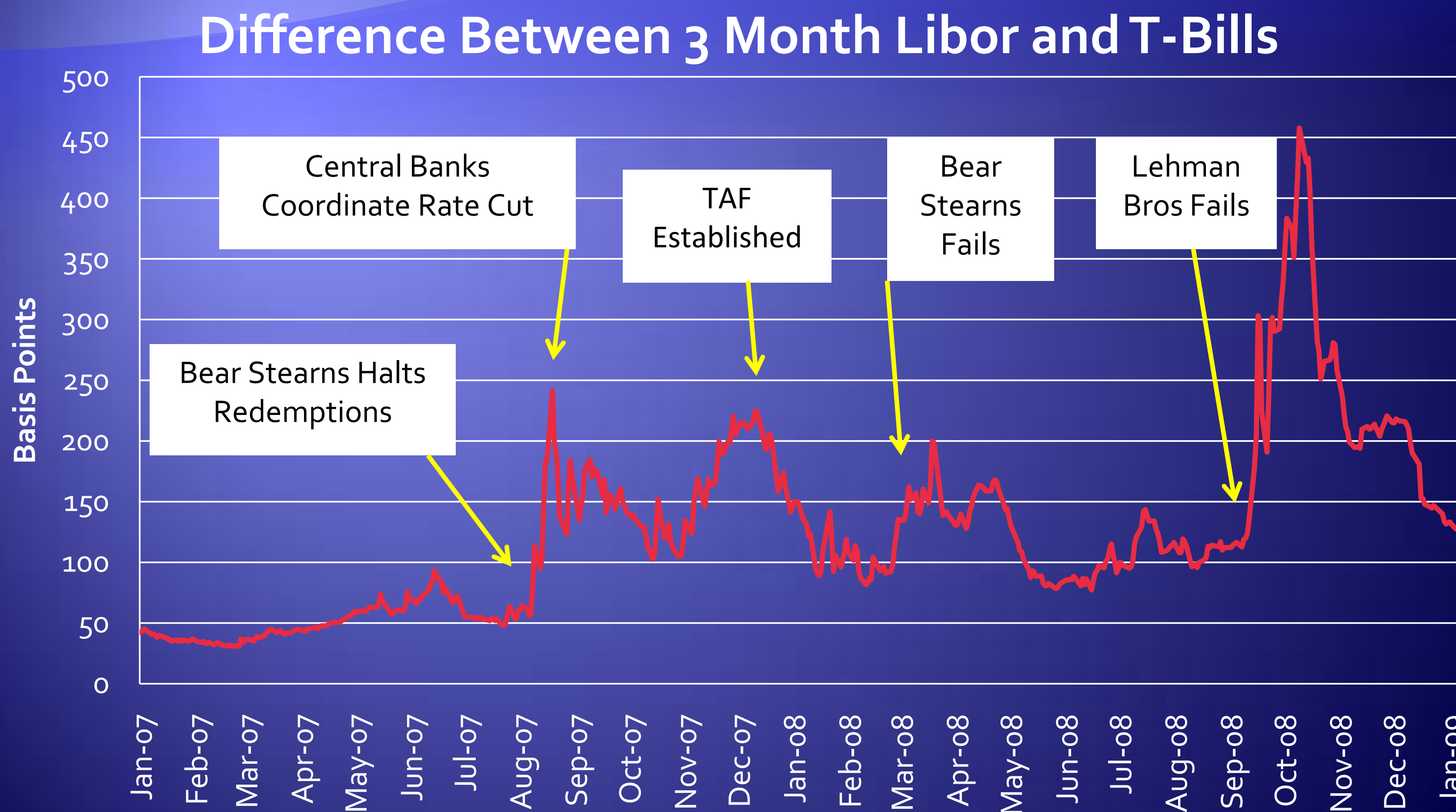
- Housing Market
- Mortgage Crisis
- Flawed Securities
- Credit Tightening
- Consumer Confidence / Consumer Demand
- Employment / Unemployment
- Recession

Housing Values



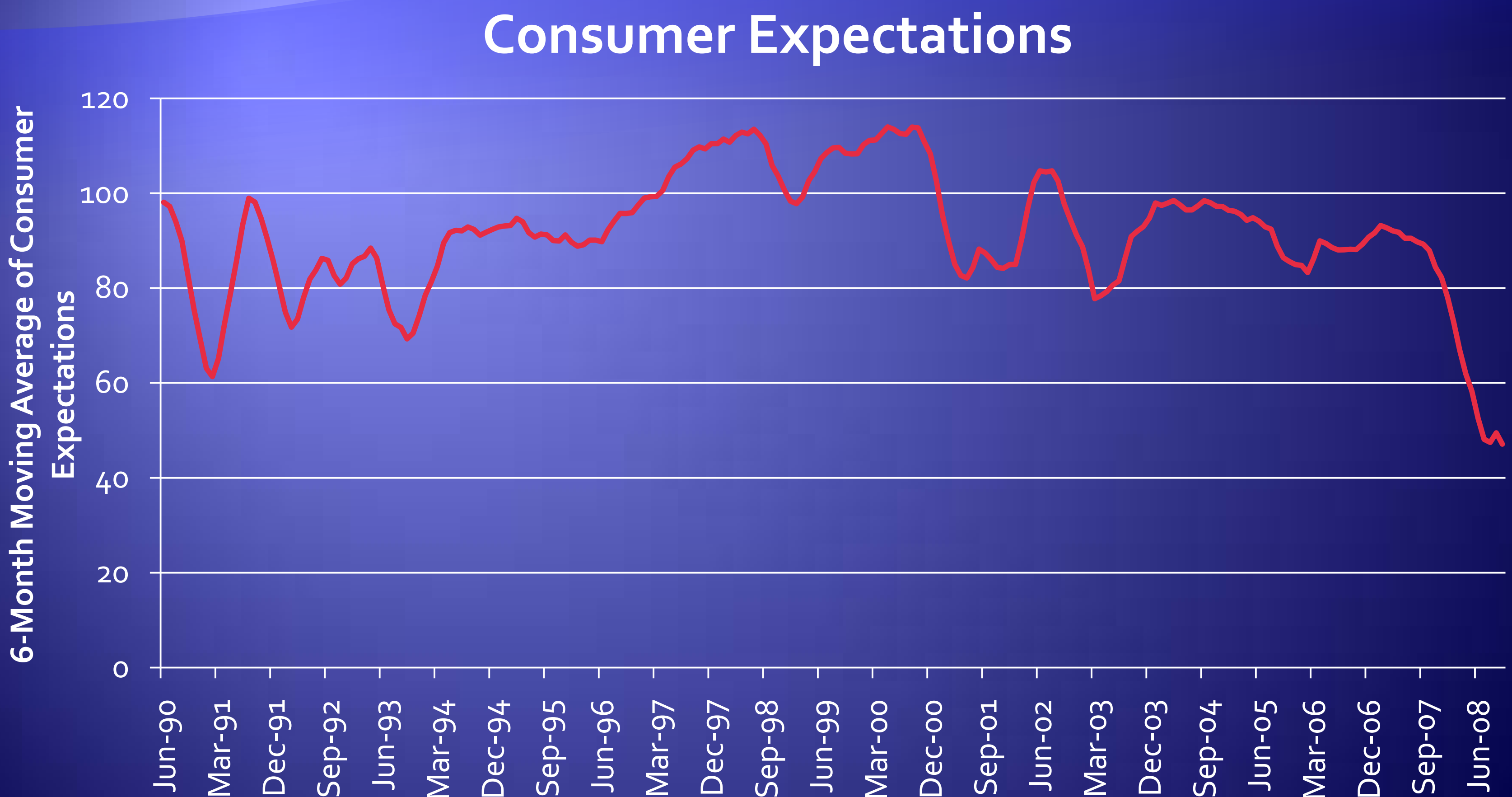
Source: *Office of Federal Housing Enterprise Oversight*

Credit



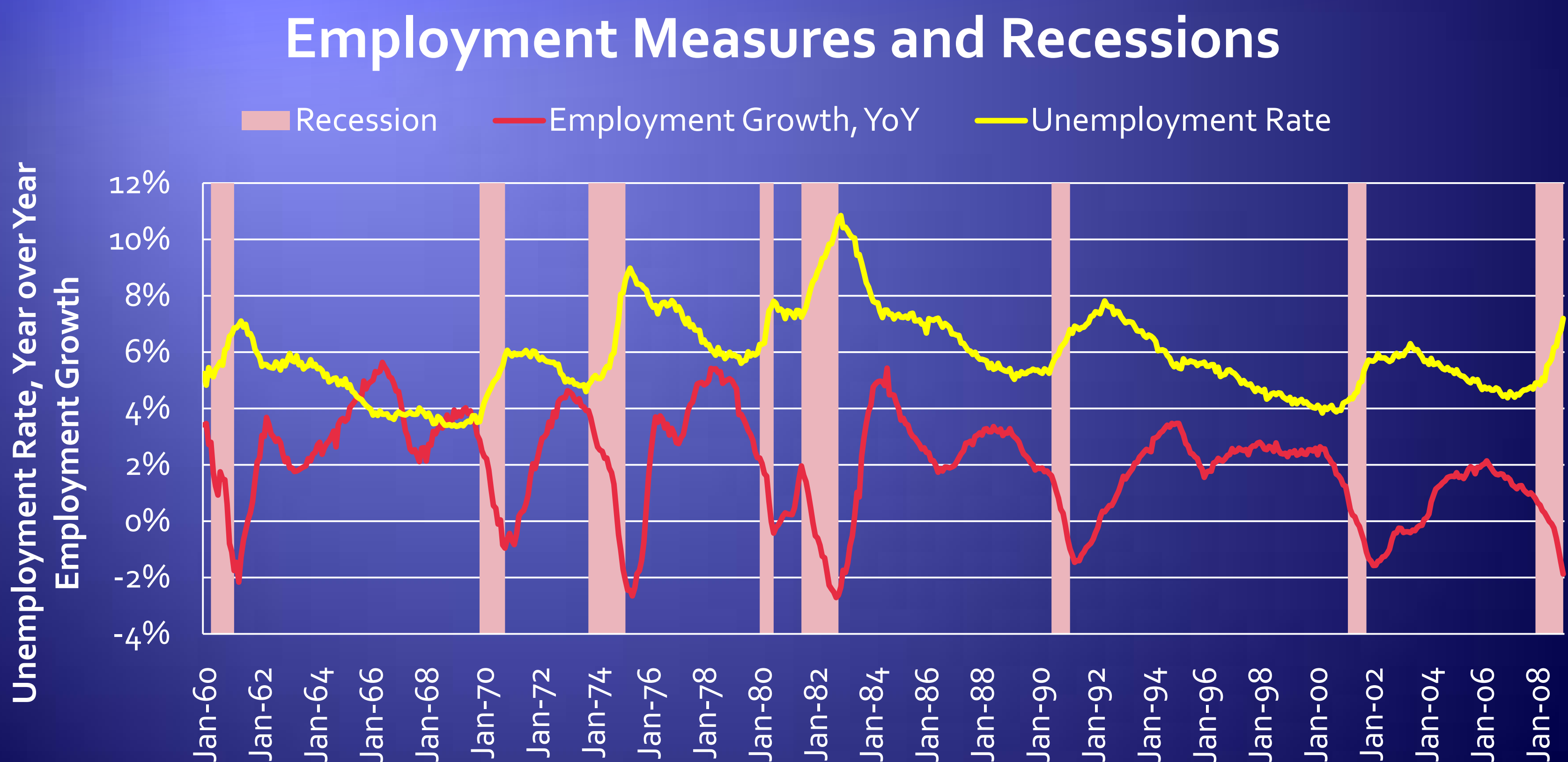
Source: *Federal Reserve Bank*

Consumer Confidence



Source: *The Conference Board*

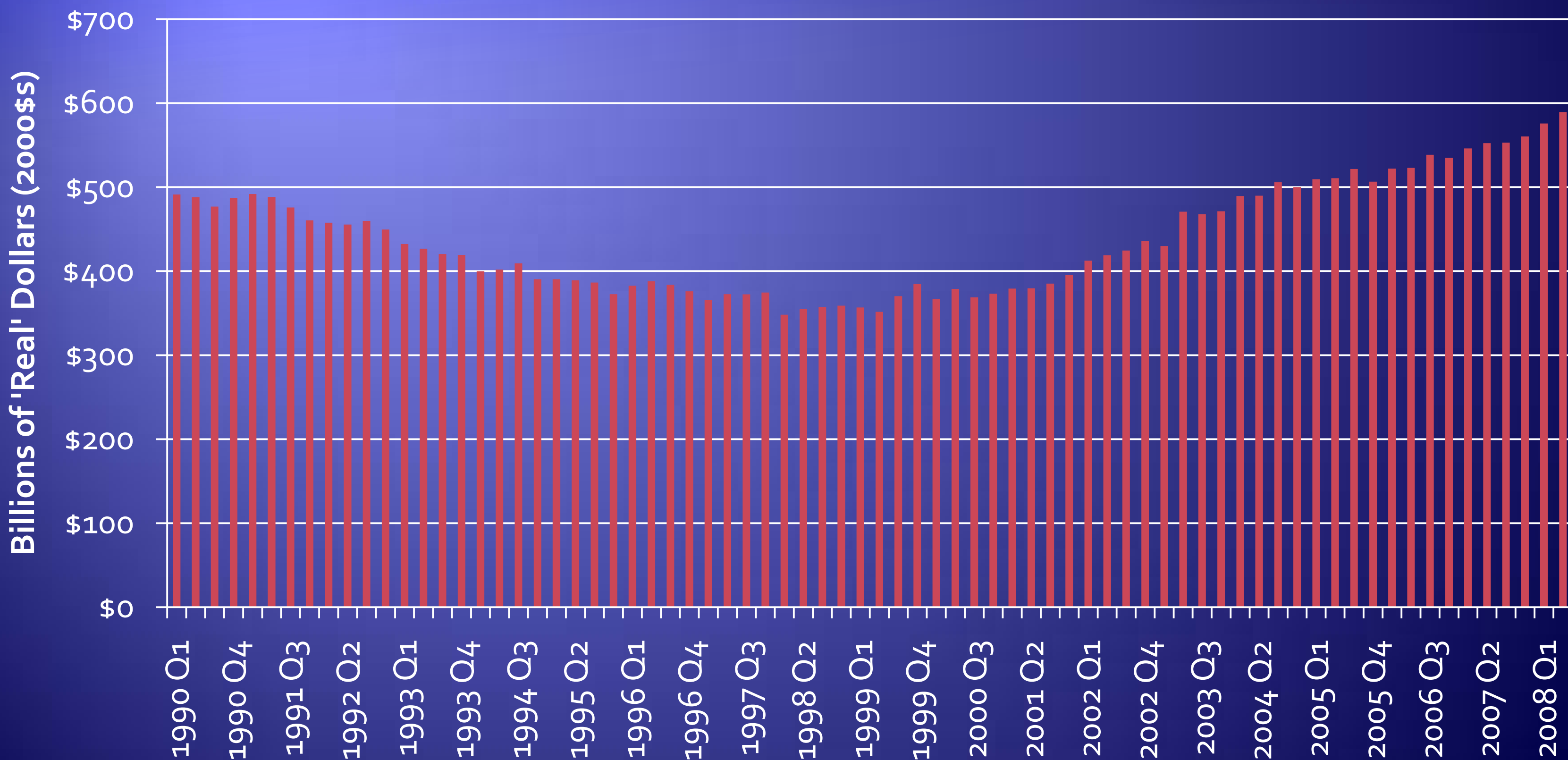
Employment



Sources: *Bureau of Labor Statistics & the National Bureau of Economic Research*

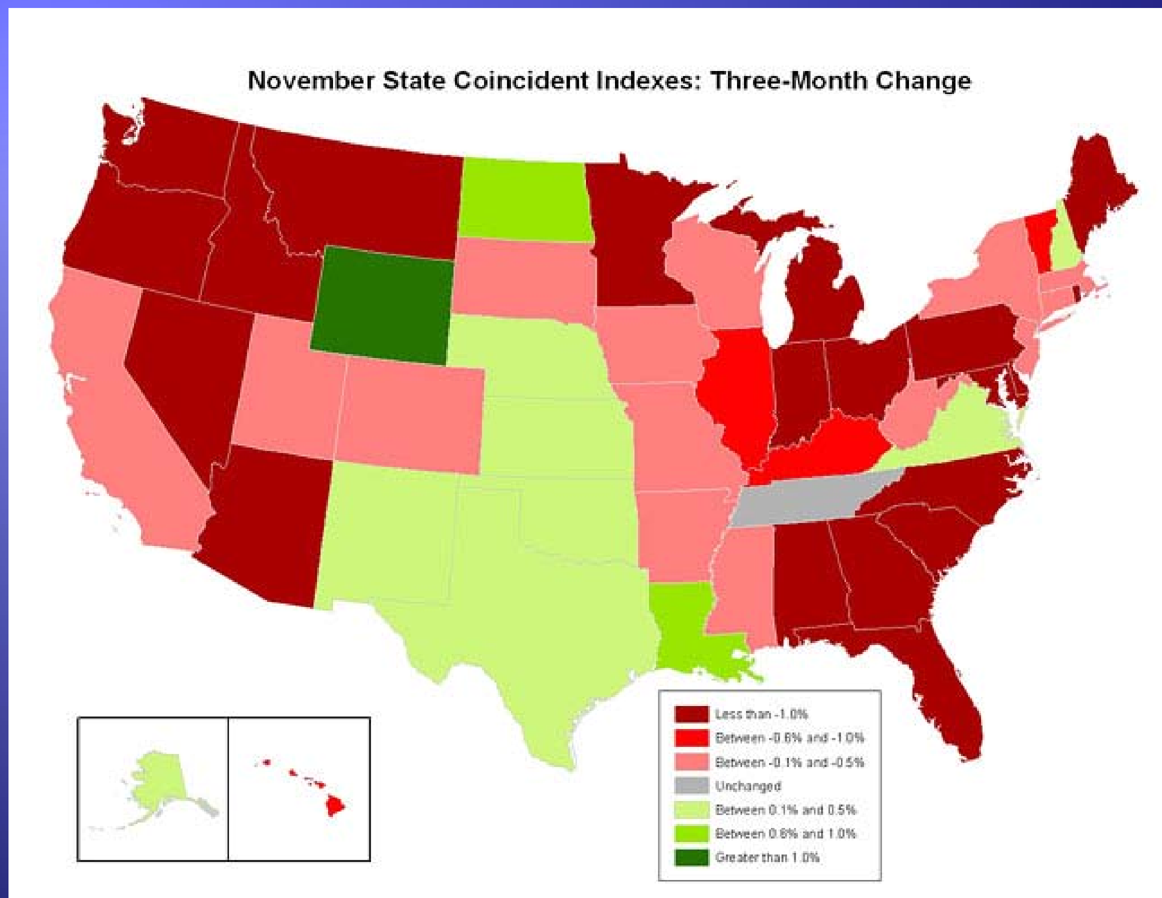
Defense Spending

Inflation Adjusted National Defense Spending



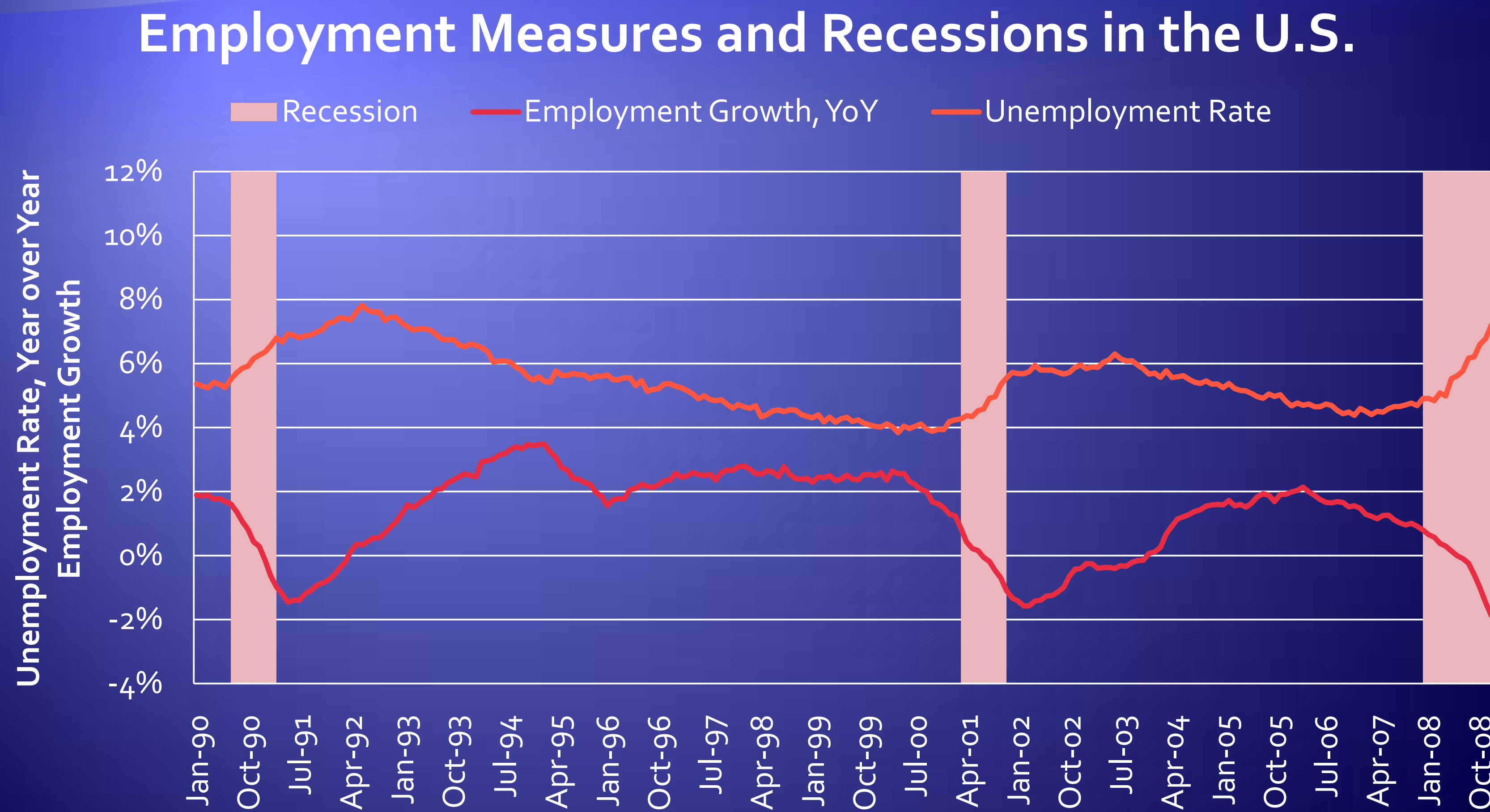
Sources: *Office of Management and Budget*

How do we compare?



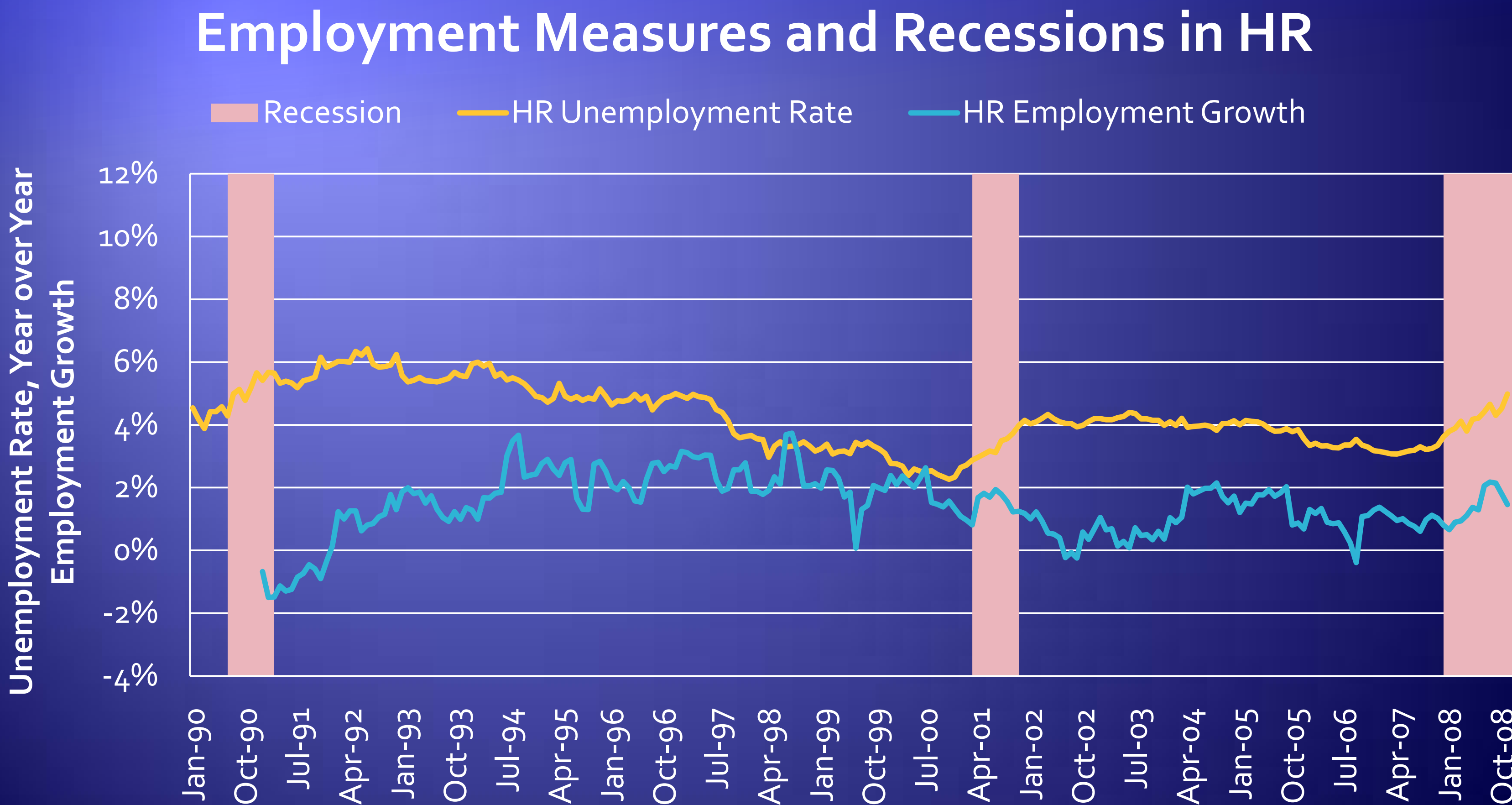
Source: *Philadelphia Federal Reserve Bank*

Employment in the U.S.



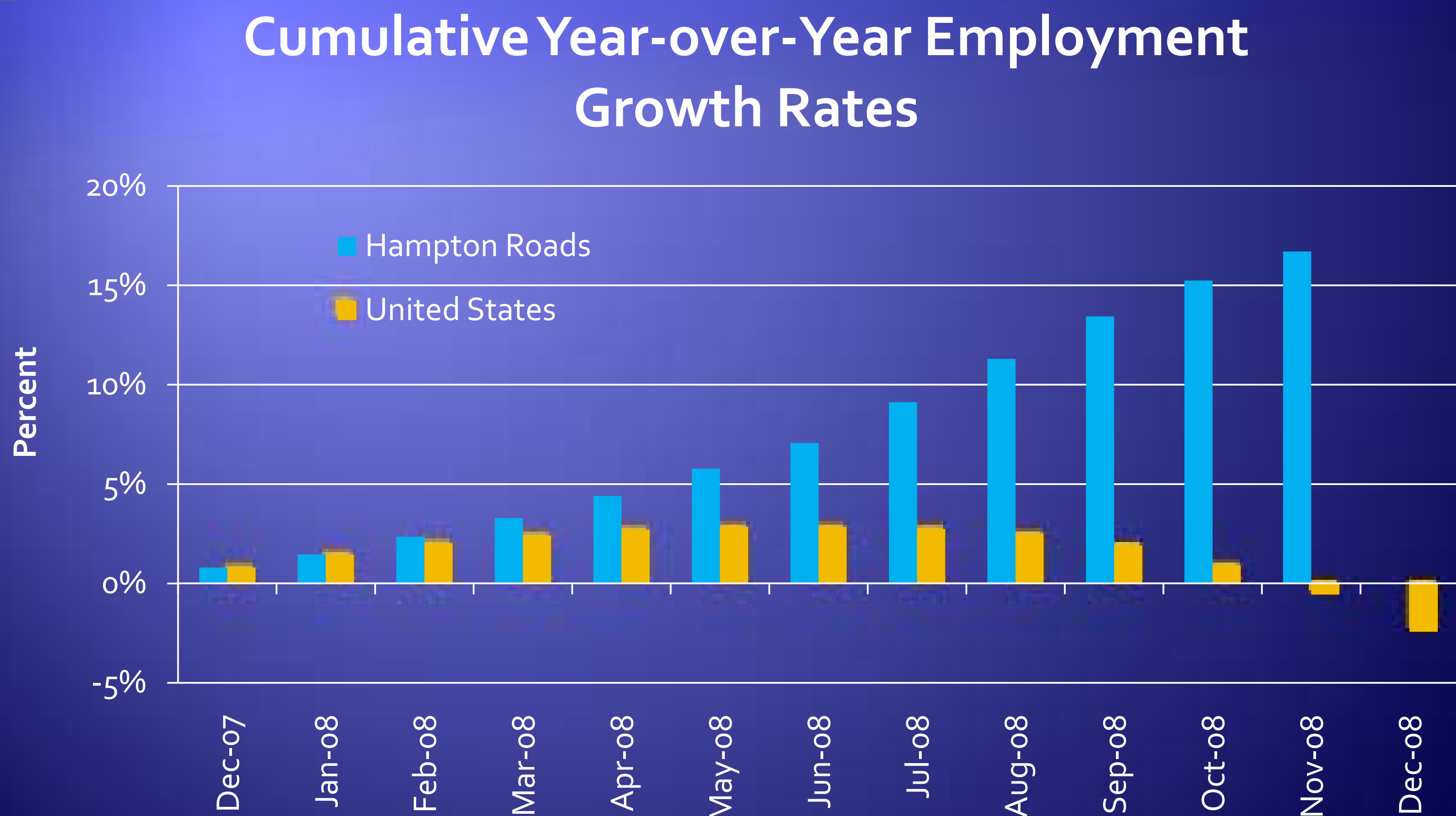
Source: *Bureau of Labor Statistics*

Employment in HR



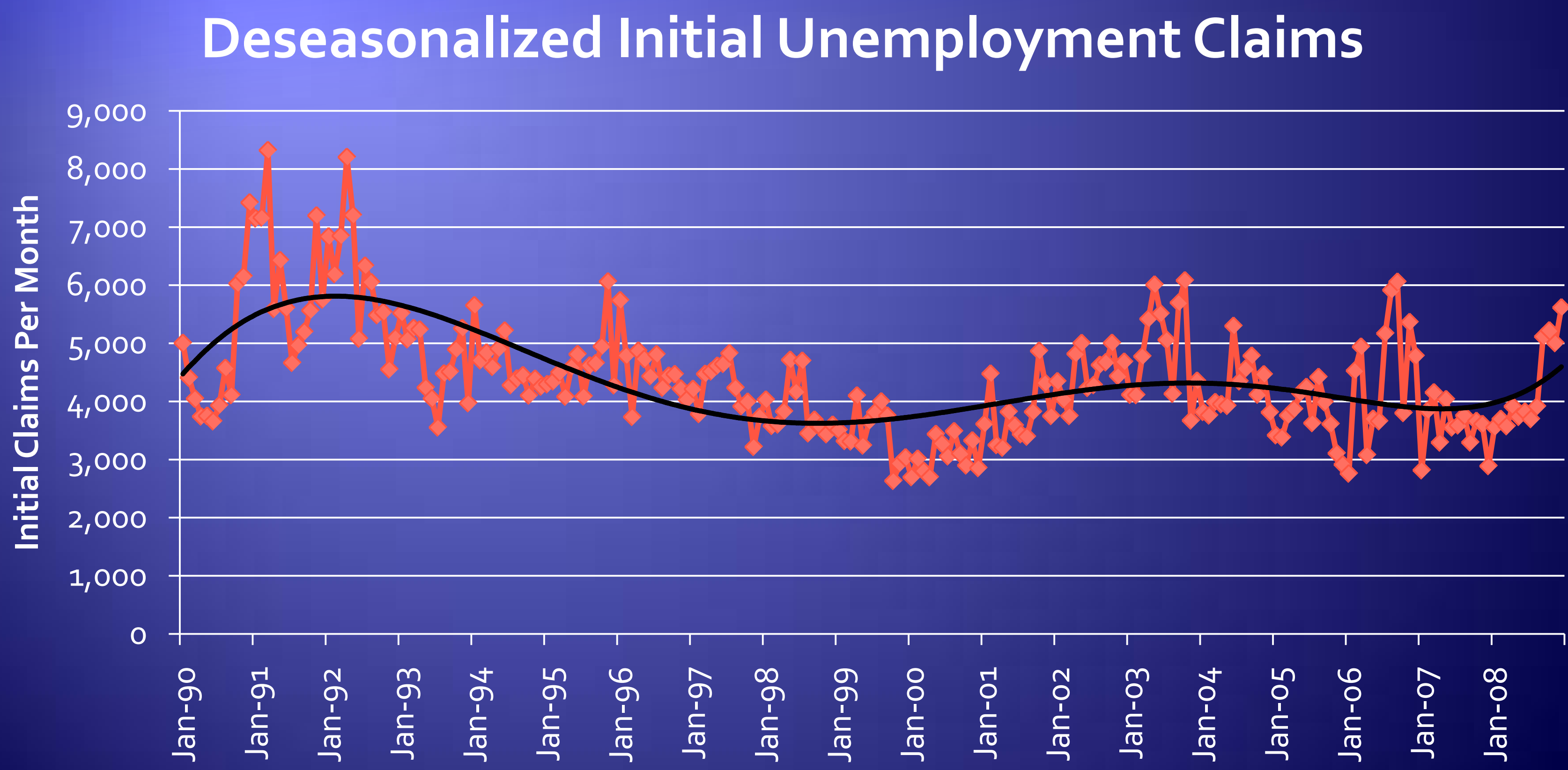
Source: *Bureau of Labor Statistics*

Employment in HR & the U.S.



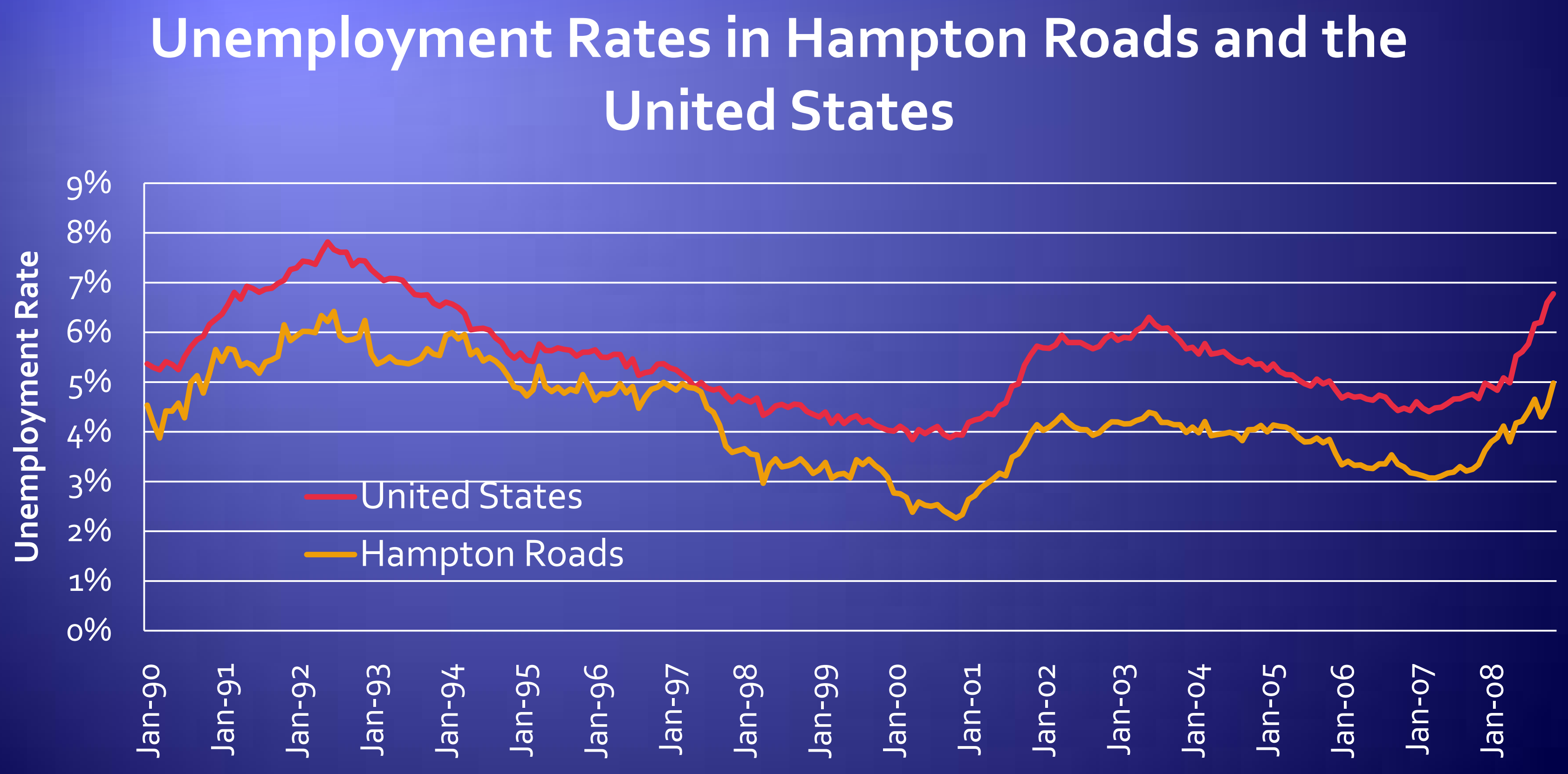
Source: *Bureau of Labor Statistics*

Initial Unemployment



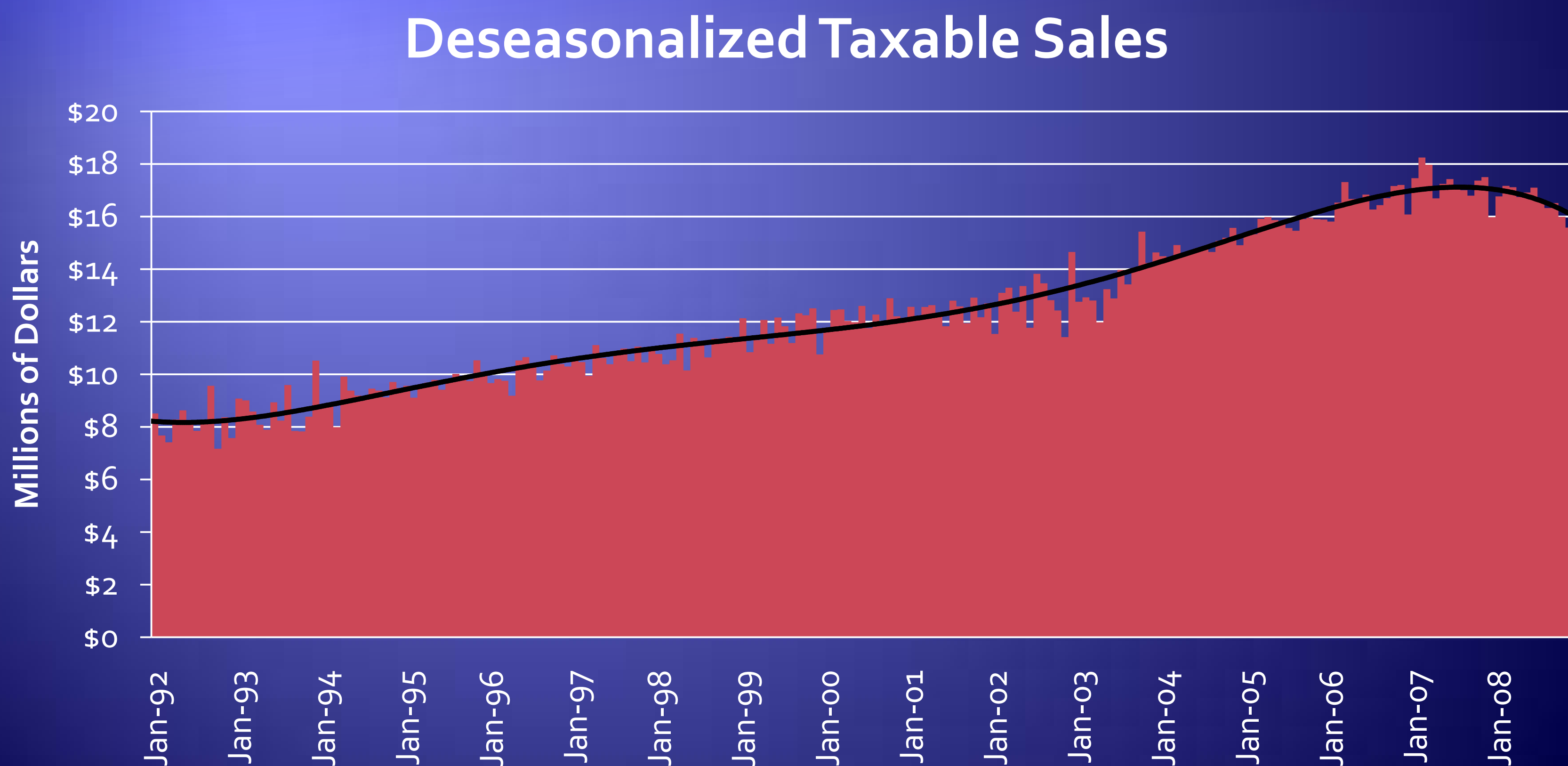
Source: *Virginia Employment Commission*

Unemployment Rates



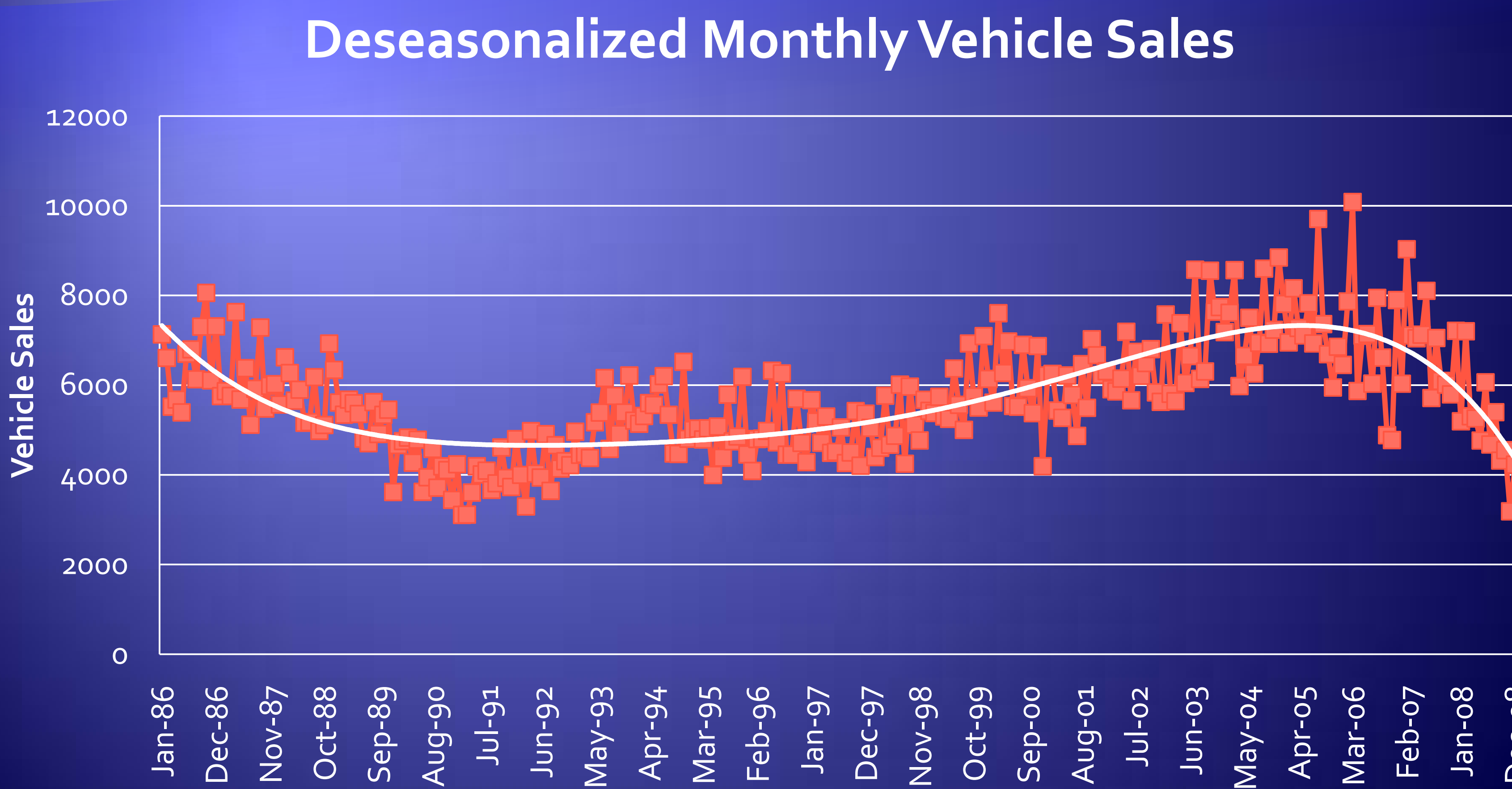
Source: *Bureau of Labor Statistics*

Retail Sales



Source: *Virginia Department of Taxation*

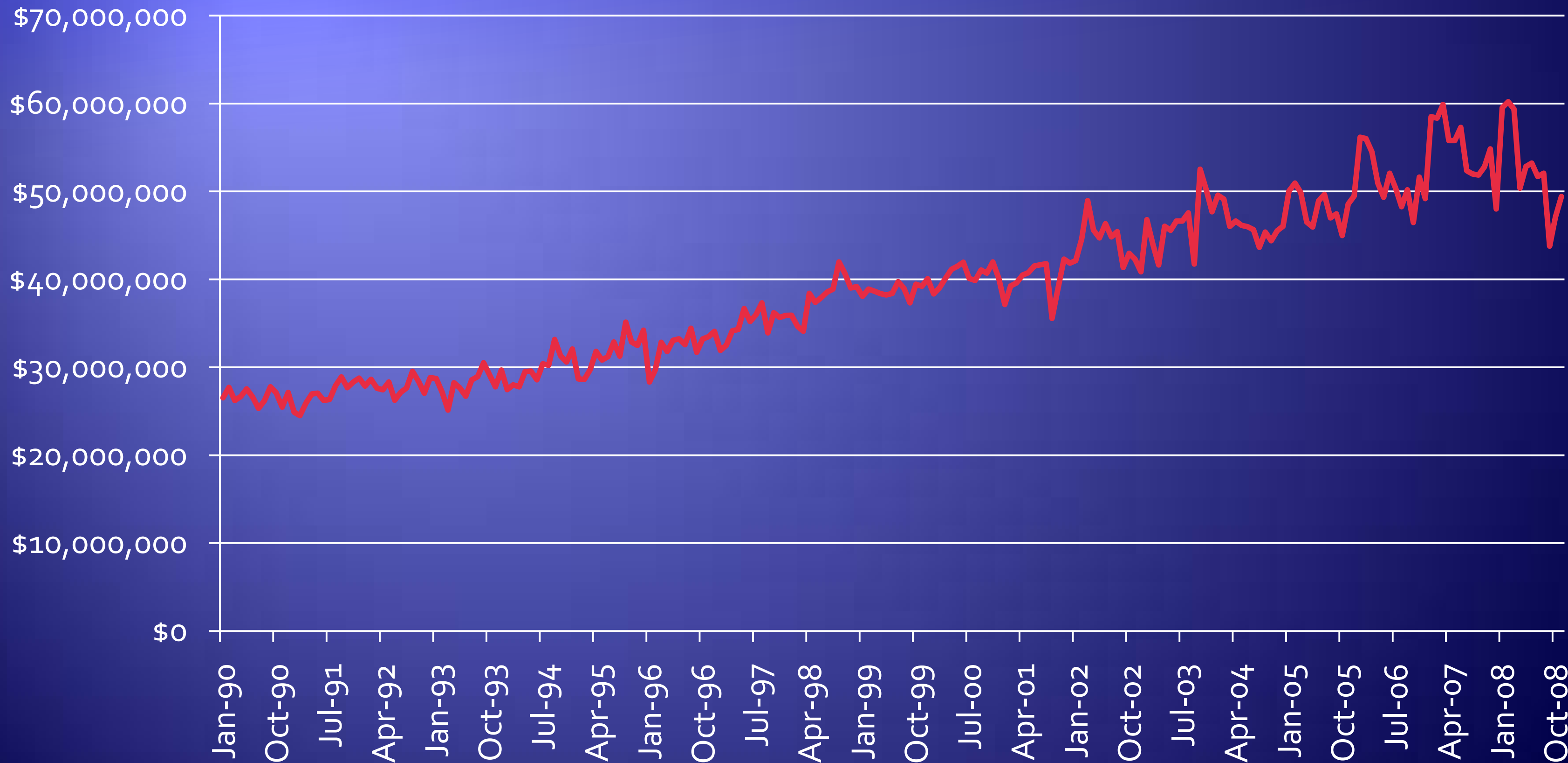
Auto Sales



Source: *Virginia Automobile Dealers Association*

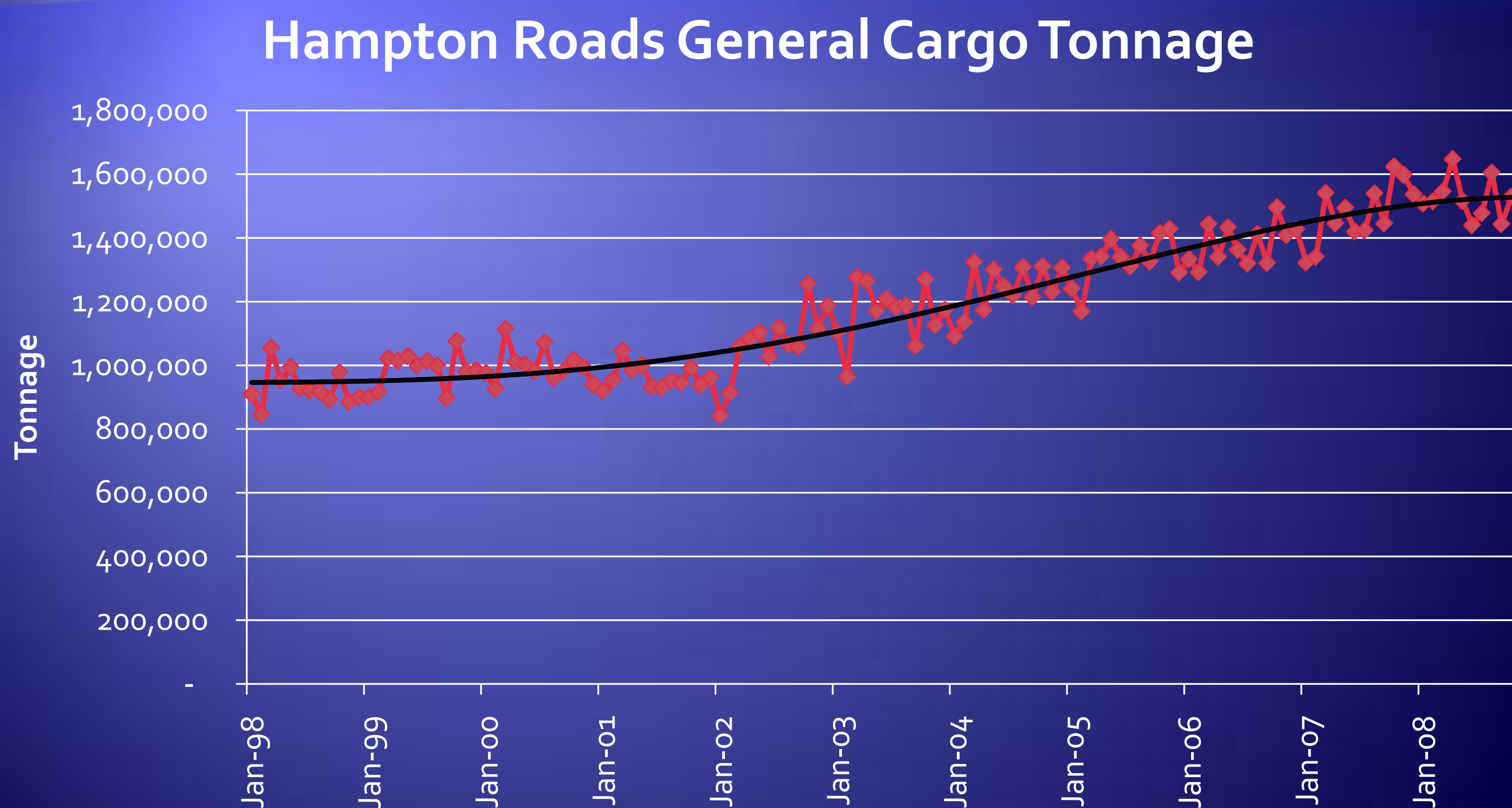
Tourism

Deseasonalized Hotel Revenues



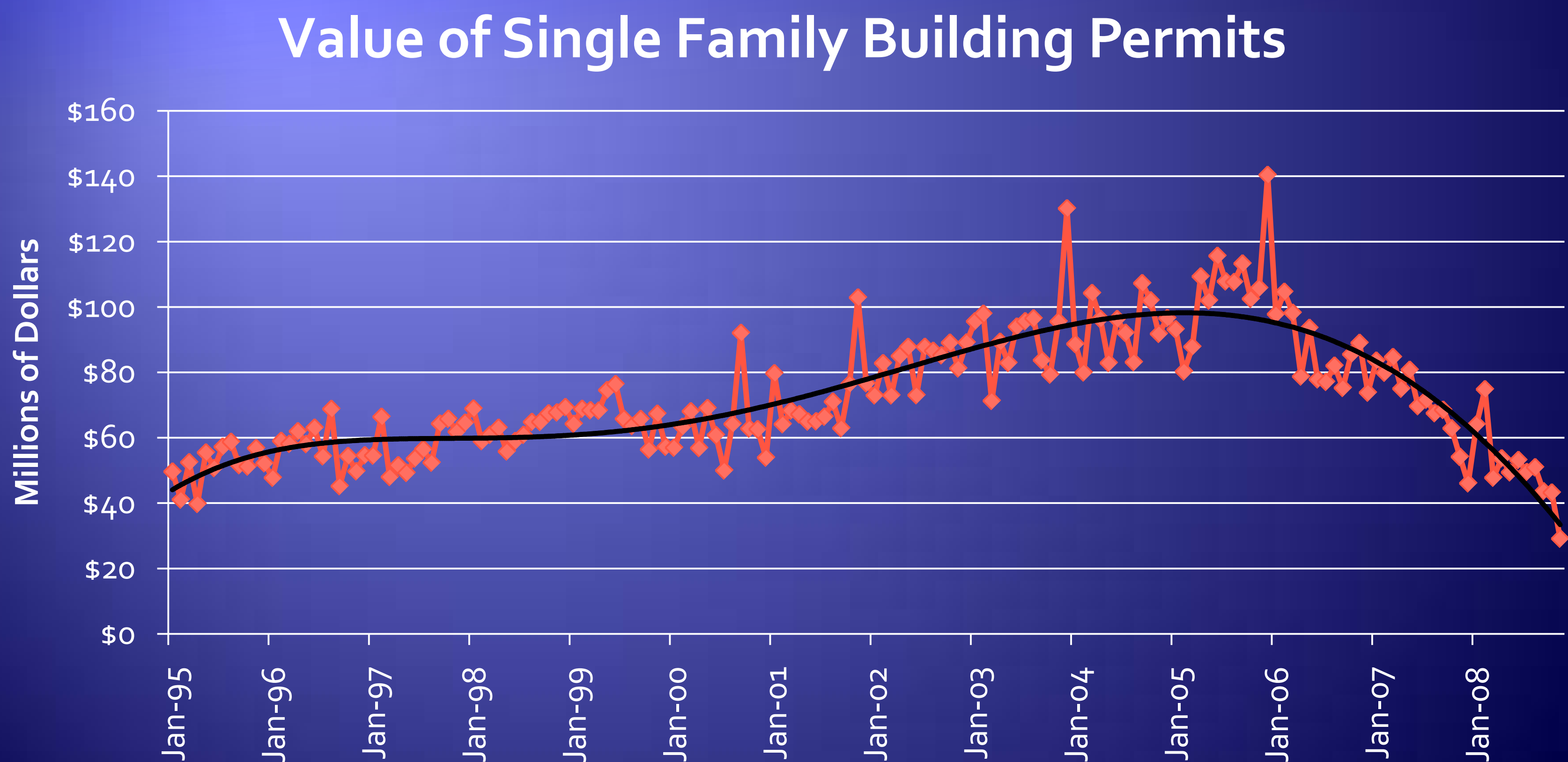
Source: *Virginia Department of Taxation*

The Ports



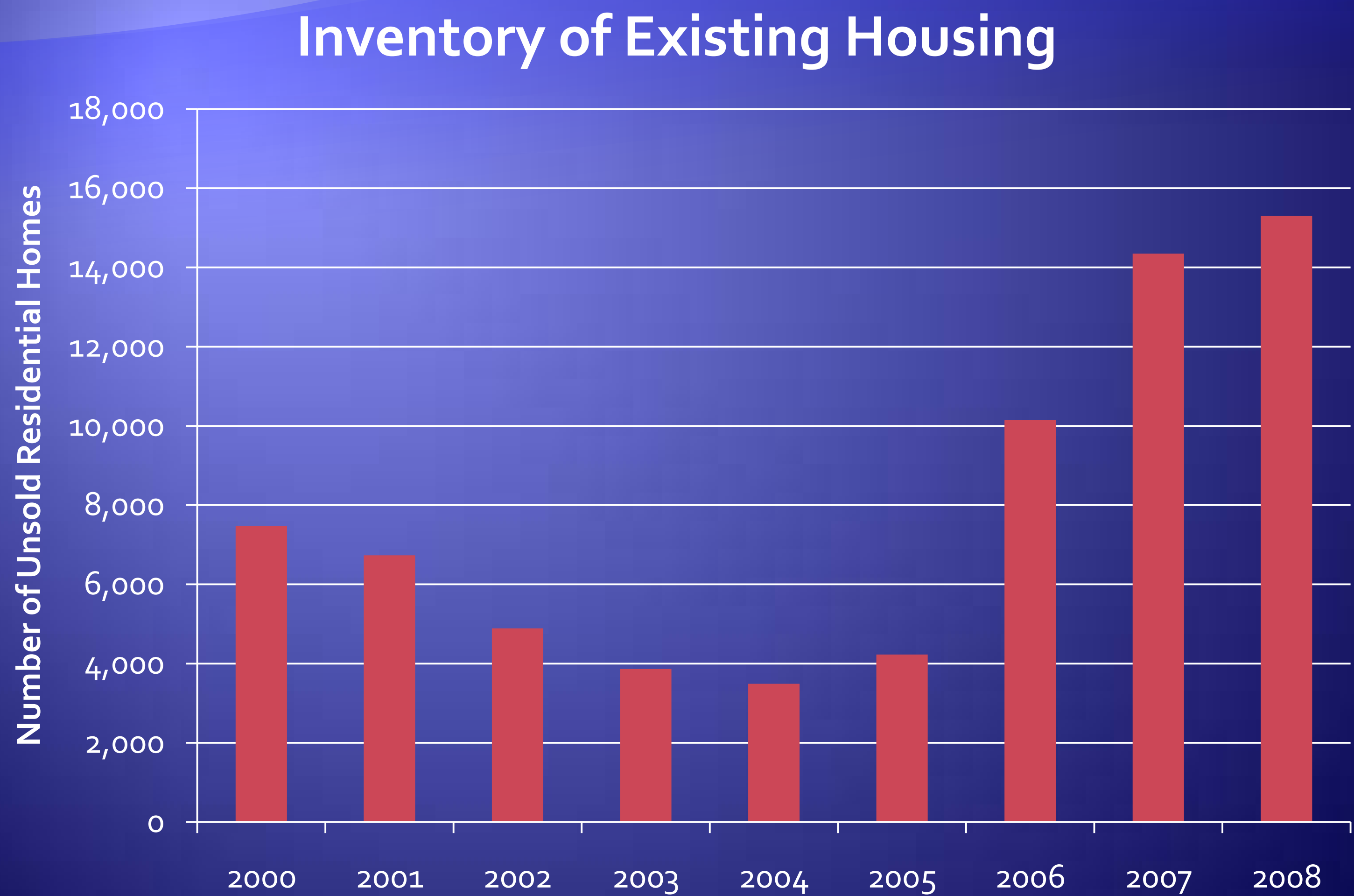
Source: *Virginia Port Authority*

Residential Construction



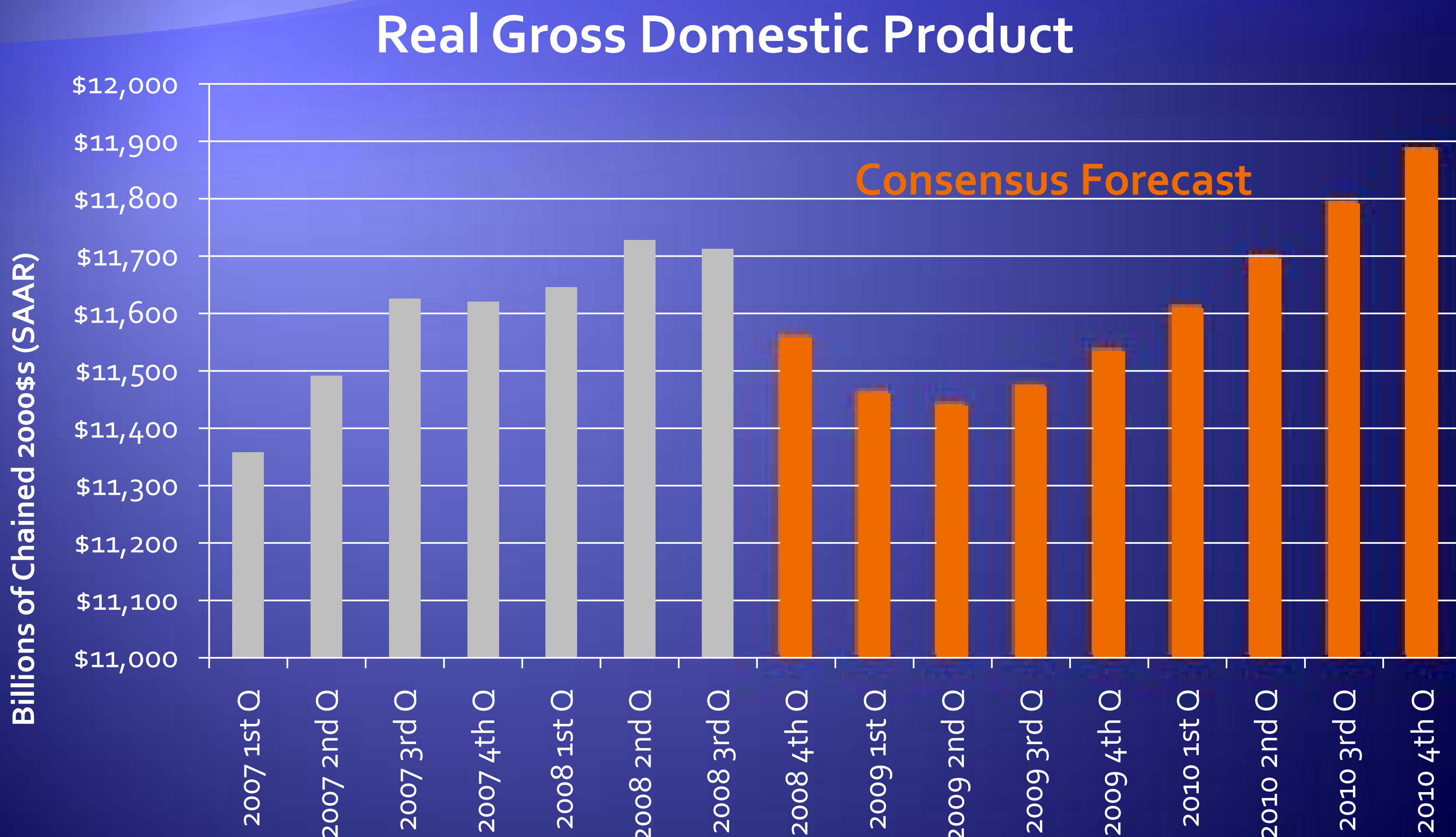
Source: *U.S. Census Bureau*

Housing



Source: *Virginia Association of Realtors and Real Estate Investment Network*

National Forecast



Source: *Blue Chip Economic Indicators*

2008 Economic Forecast

	2008 (Year to Date)	2009 Forecast
U.S.		
Real GDP	1.2%	-1.6%
Interest Rates		
3-Month Treasury Bills	1.4%	0.4%
10-Year Treasury Notes	3.7%	2.8%
Hampton Roads		
Gross Product	NA	0.5%
Civilian Employment	2.6%	0.2%
Unemployment Rate	3.2%	5.8%
Retail Sales	-4.0%	-3.6%
Auto and Truck Sales	-27.0%	-17.0%
Value of Single-Family Residential Building Permits	-30.0%	-19.0%
Hotel Revenues	-5.1%	-3.2%

What next?

- Housing prices to bottom out
- Foreclosures to peak
- Employment bottoms
- Unemployment peaks
- Housing prices resume

Questions?