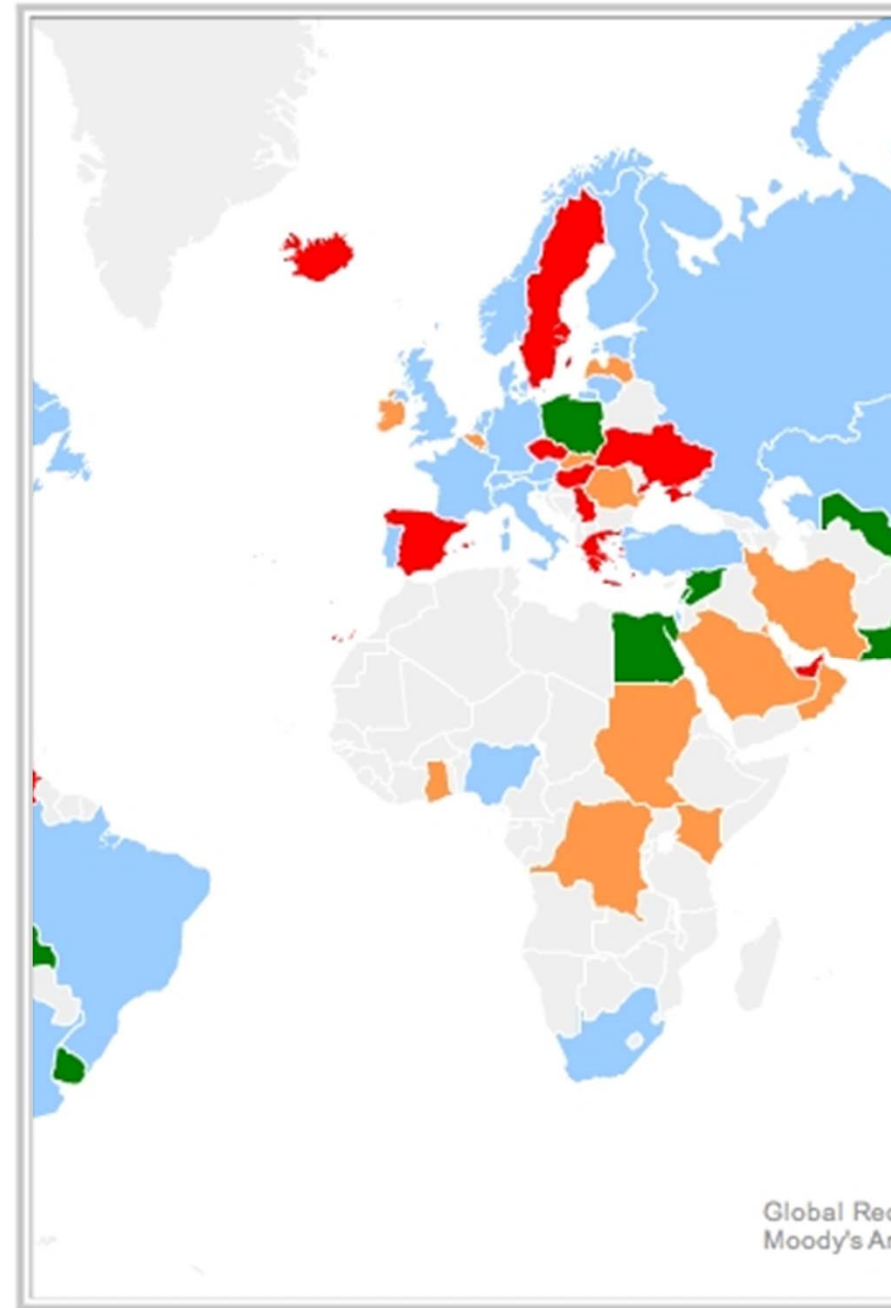
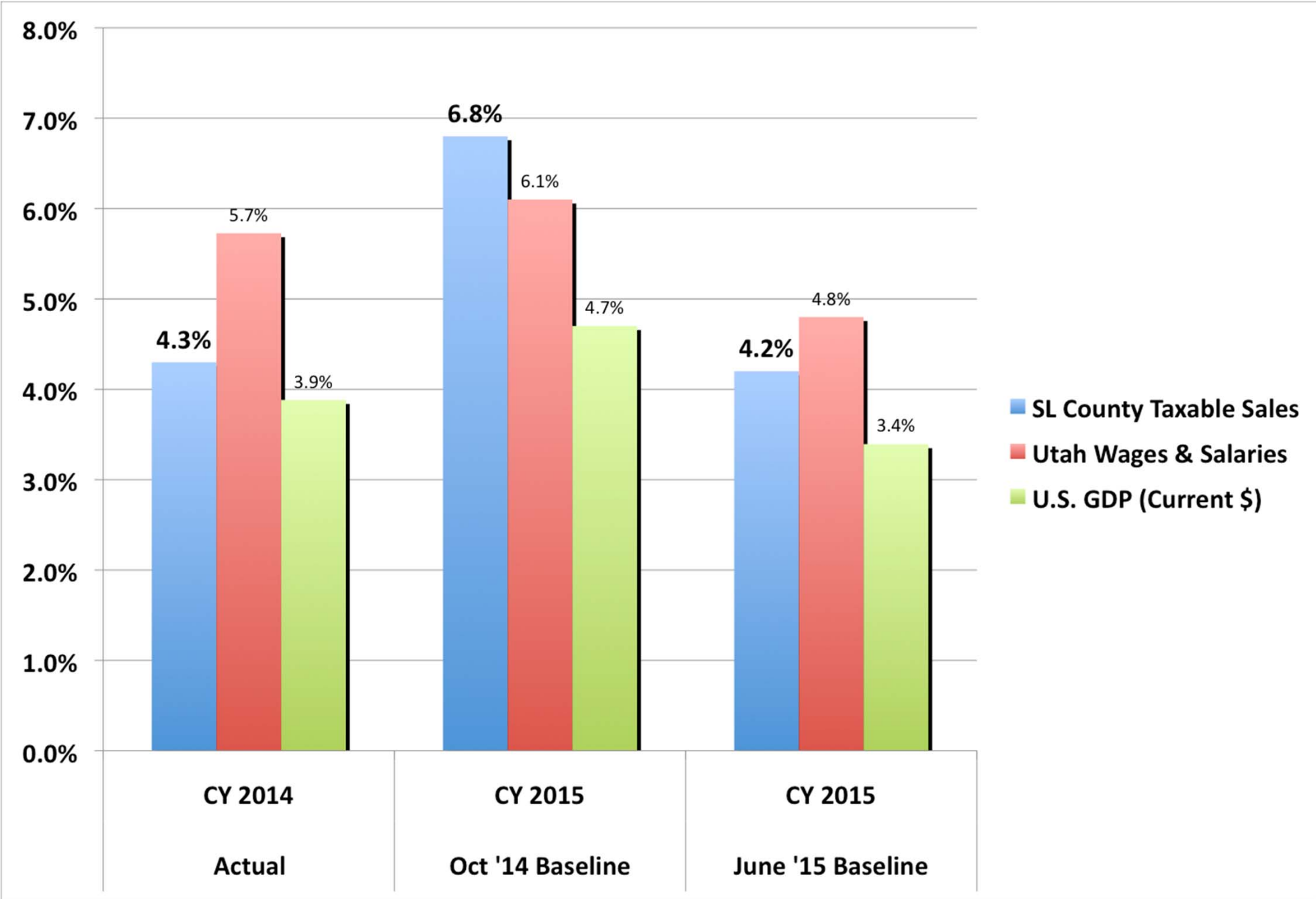


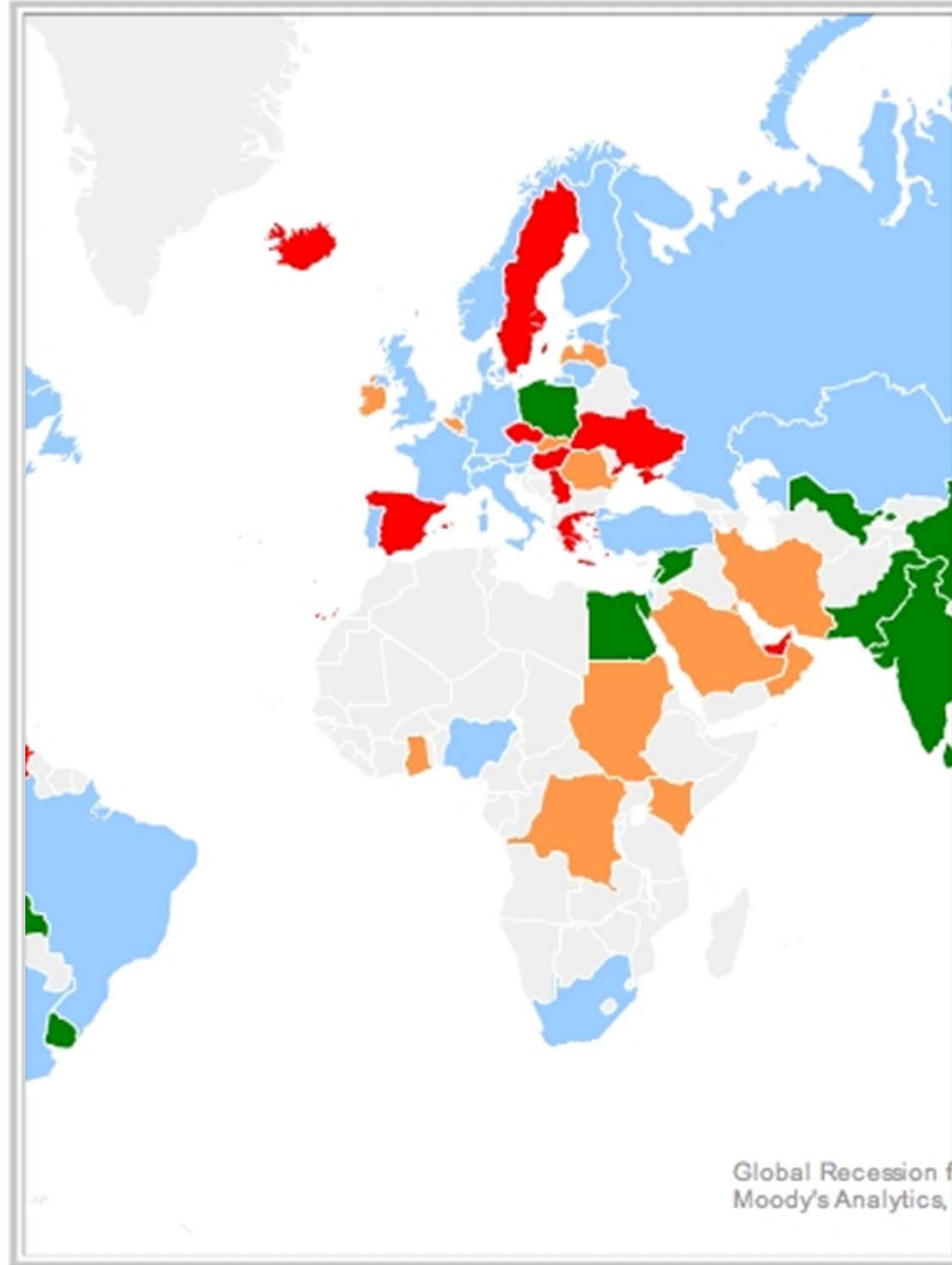
June 2015 Forecast Review



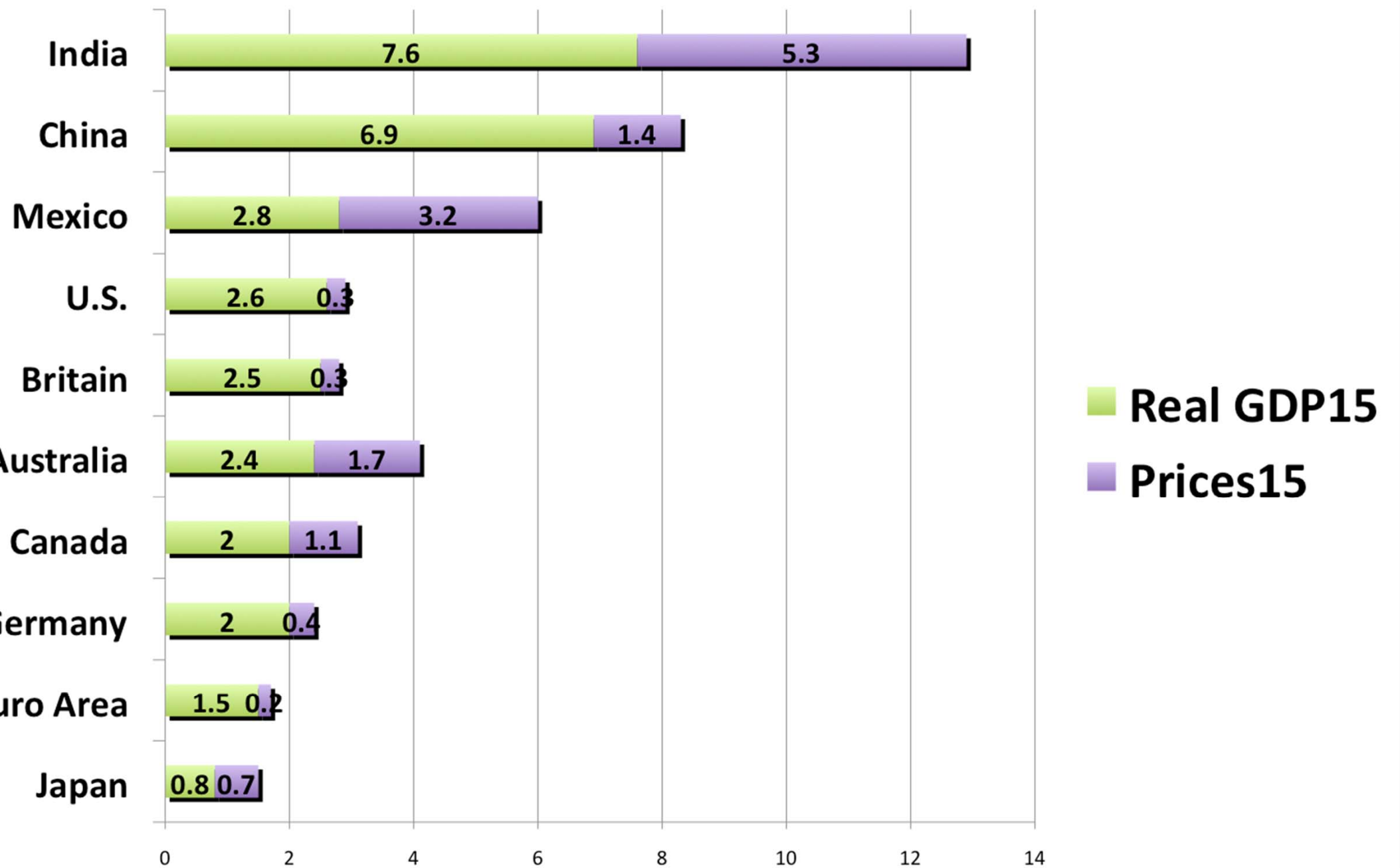
2015 Growth



The World



U.S. Leading Most Trading Partners in Real GDP



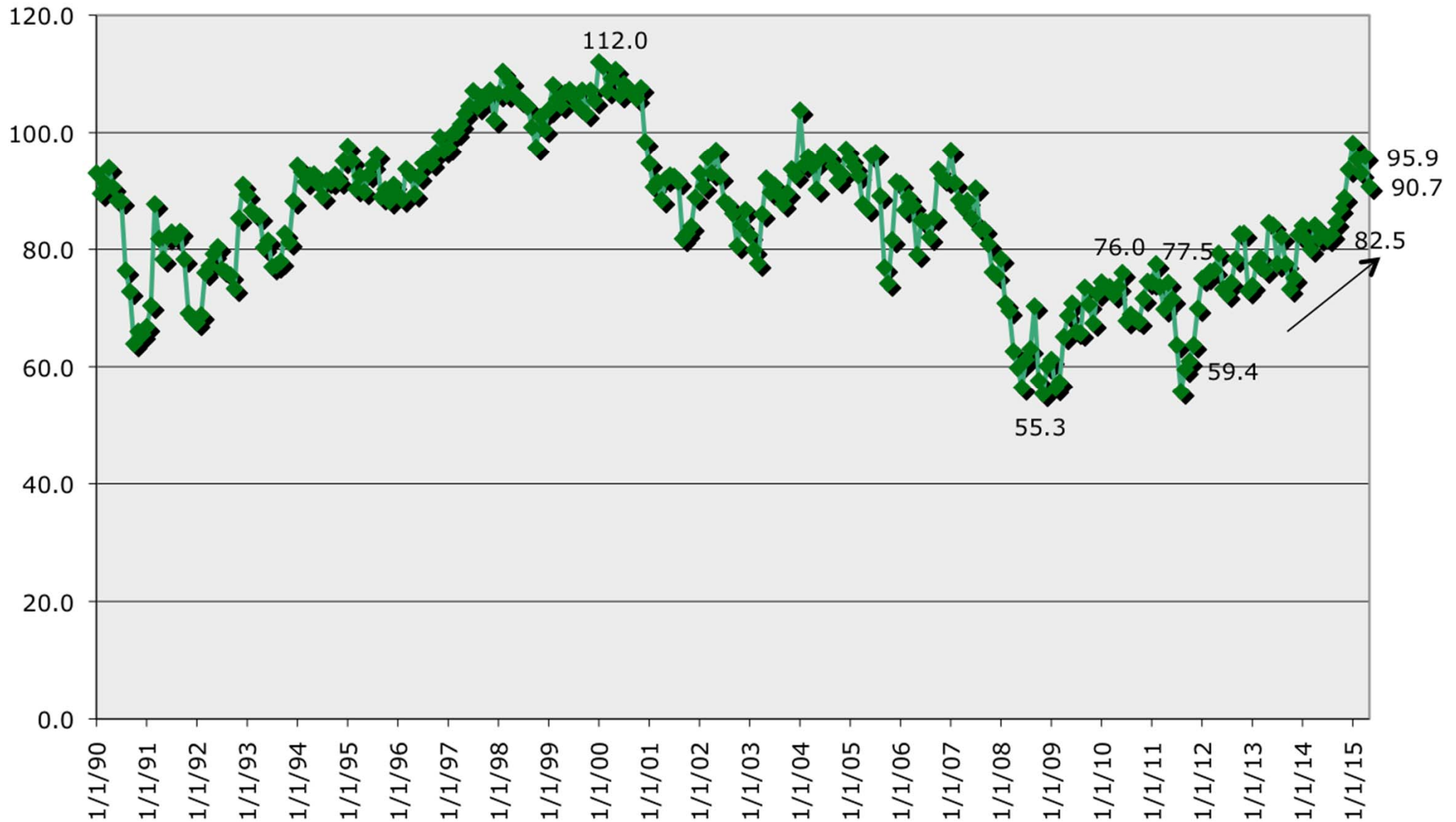
- Trends driving higher growth for advanced countries.
 1. Debt and deleveraging.
 2. The plunge in the price of oil and other commodities.
 3. Central banks moving on different paths.
 4. The rise of the dollar and the fall in other currencies.

The Nation

U.S. growth will be solid, in the 2.5 – 3.0% range

- The U.S. is doing better than most -- **principal driver of growth is domestic demand**
- Prospects for consumer spending (roughly 70% of GDP) look bright, thanks to **strong jobs** growth, improved household finances, **low interest rates**, a **stronger dollar**, and **lower gasoline prices**
- **Capital spending** will also contribute to growth
- **Net exports will be a modest drag**, because exports are only 13% of GDP.

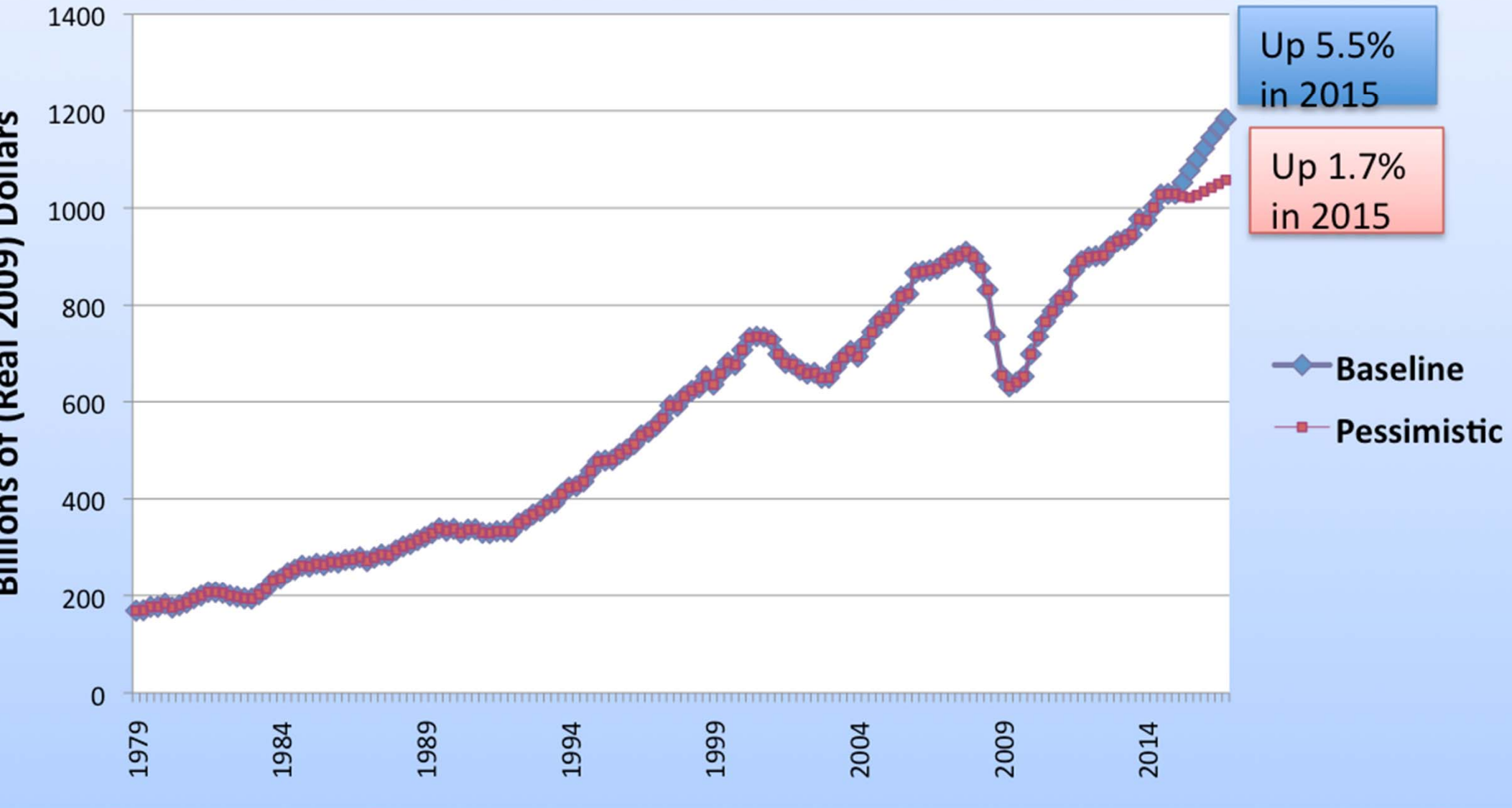
U.S. Consumer Sentiment Index



Higher Consumer Confidence and Low Gas Prices Point to Strong Truck Sales in 2015

U.S. Producers Durable Equipment & Software Purchases

(Drives Business Investment Purchases & Car Rental Tax)

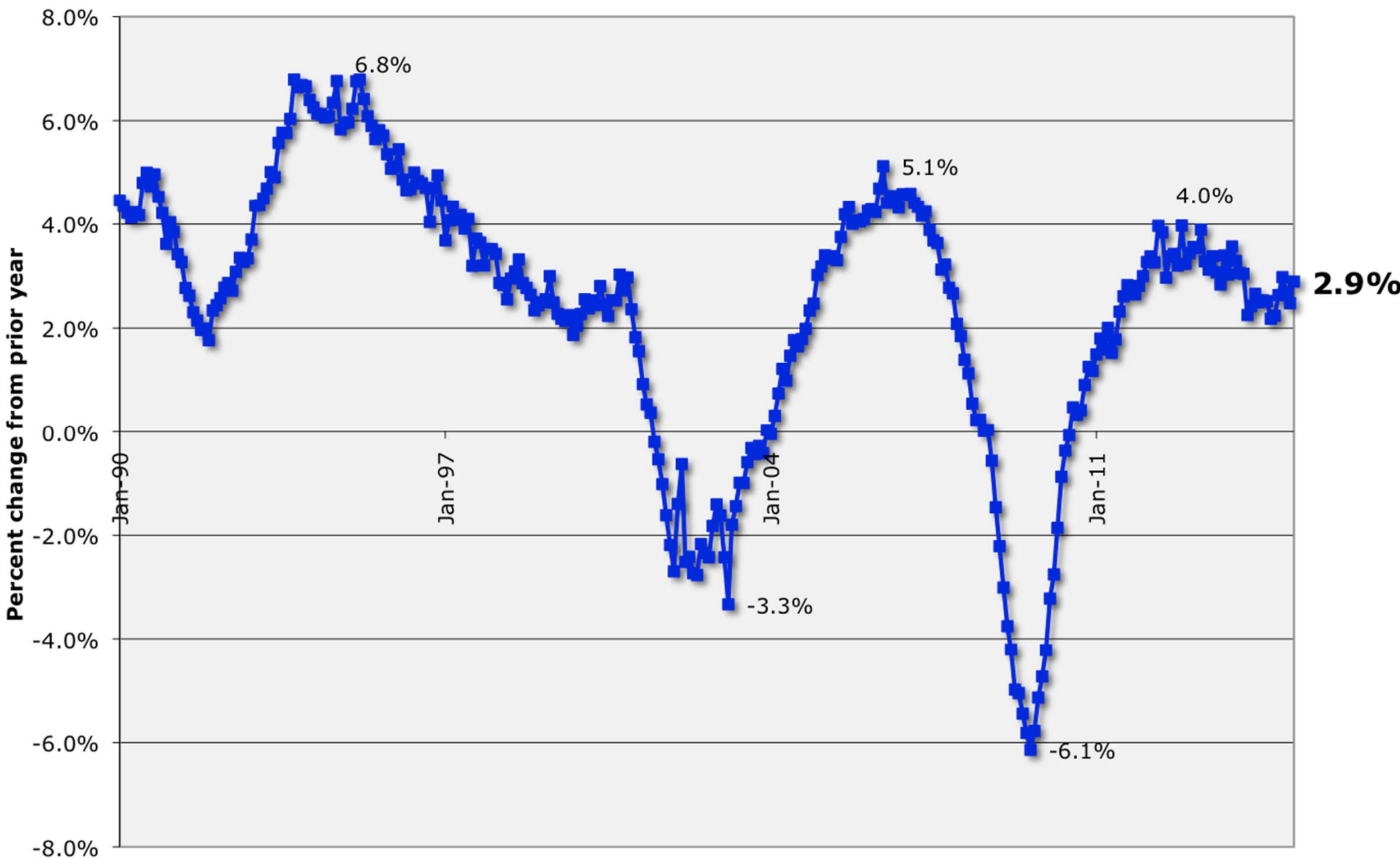


After Flat 1st Quarter, U.S. Business Equipment & Software Will Grow 5.5% (instead of 7.5%) in 2015

The County

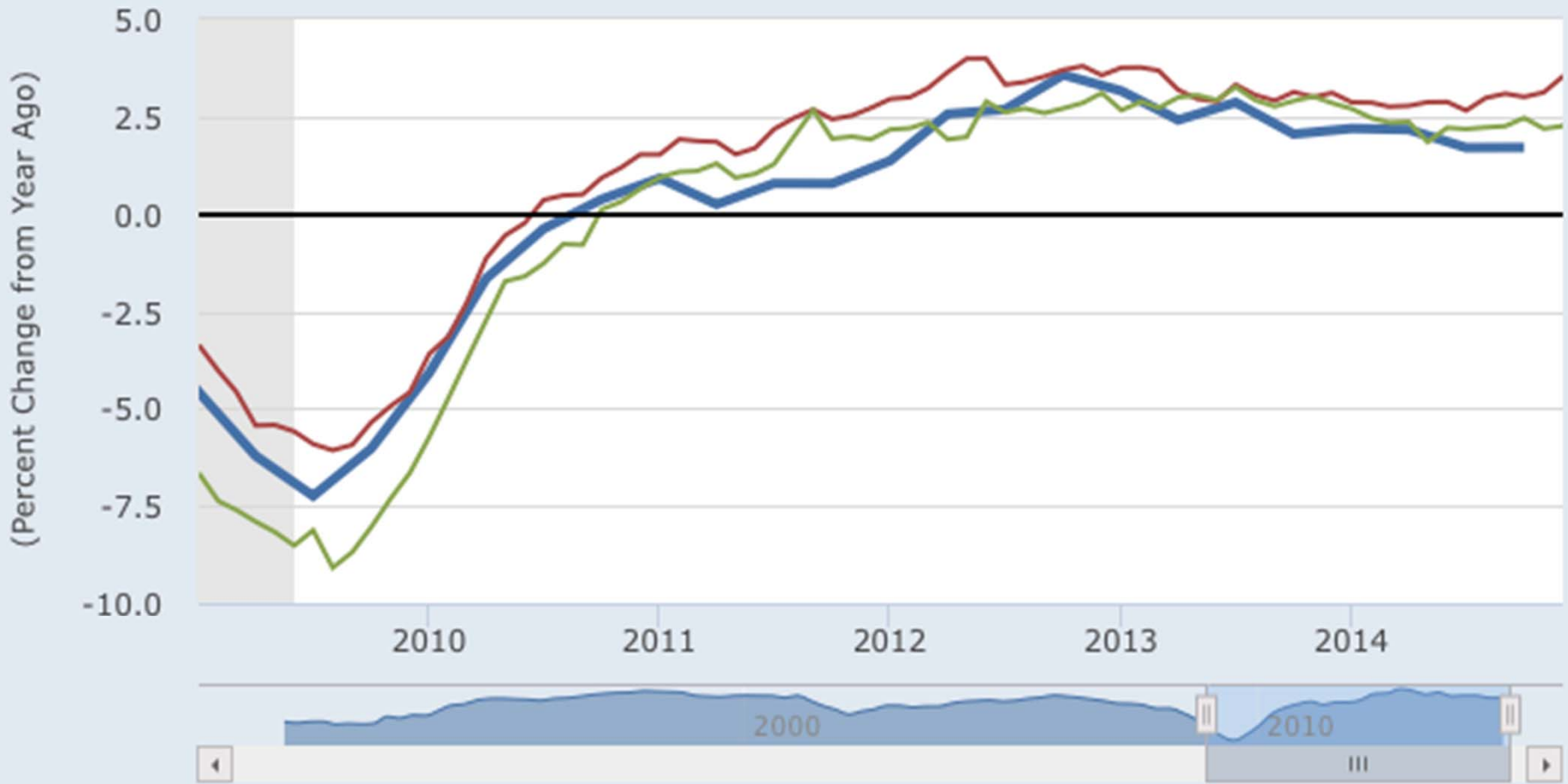
Economies

1. Utah job growth slows from 3% to **2.5%** due to slow first half in U.S. economy, but then builds to 3% next year
2. Salt Lake County home building values rebound **15%** this year after **3% drop** in 2014
3. **Strong consumer confidence** and low gas prices propel new car and truck sales



Salt Lake County Employment Growth, Facing U.S. Headwinds, may Decelerate below 3%

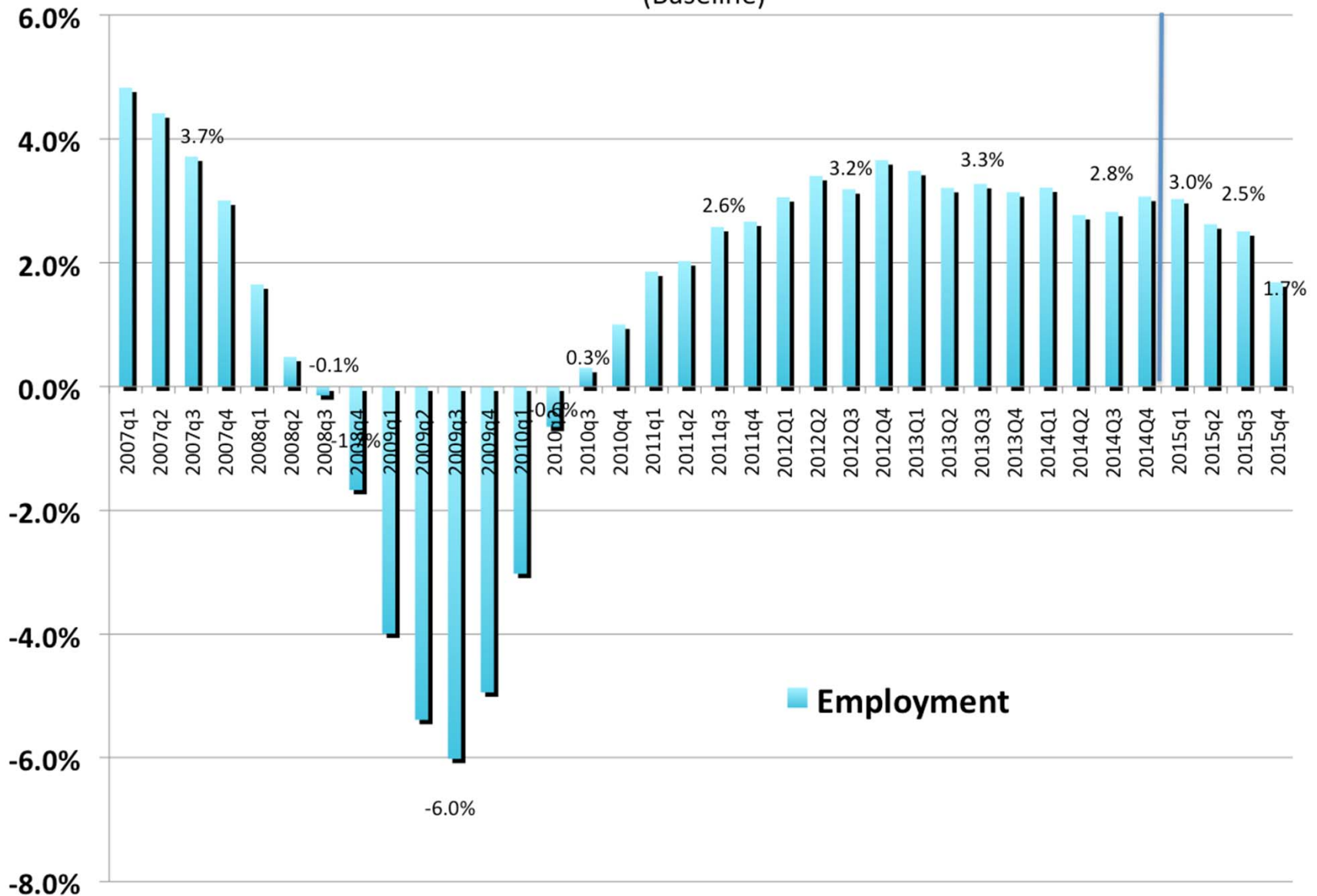
- All Employees: Total Nonfarm in Los Angeles-Long Beach-Santa Ana, CA (MSA)
- All Employees: Total Nonfarm in Utah
- All Employees: Total Nonfarm in Phoenix-Mesa-Glendale, AZ (MSA)



Shaded areas indicate US recessions - 2015 research.stlouisfed.org

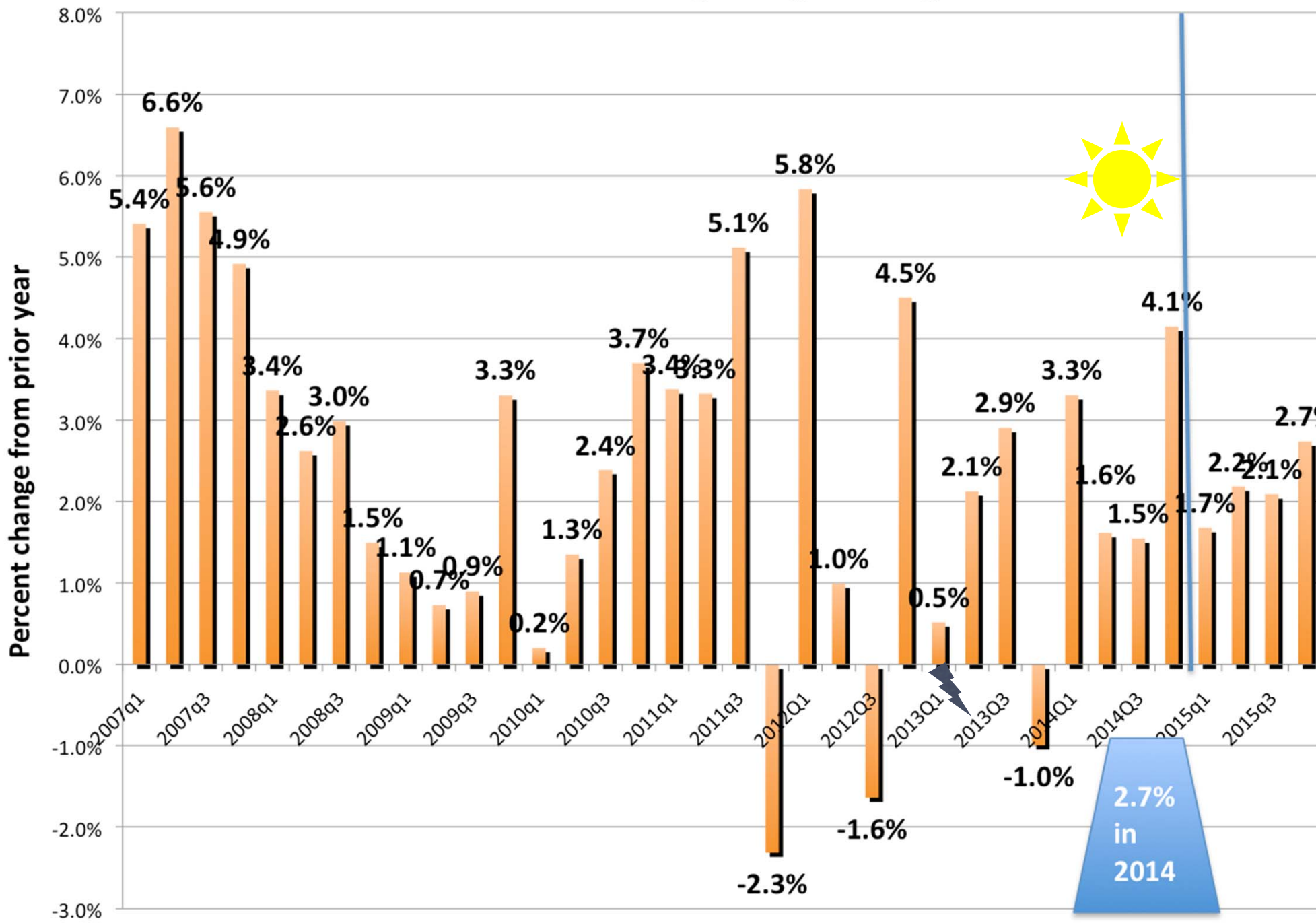
Salt Lake Metro Employment Improves to 3.6%
LA Metro lags, growing less than 2%

Utah Employment Growth (Baseline)



Utah employment growth
may subside to 2.5% in 2015

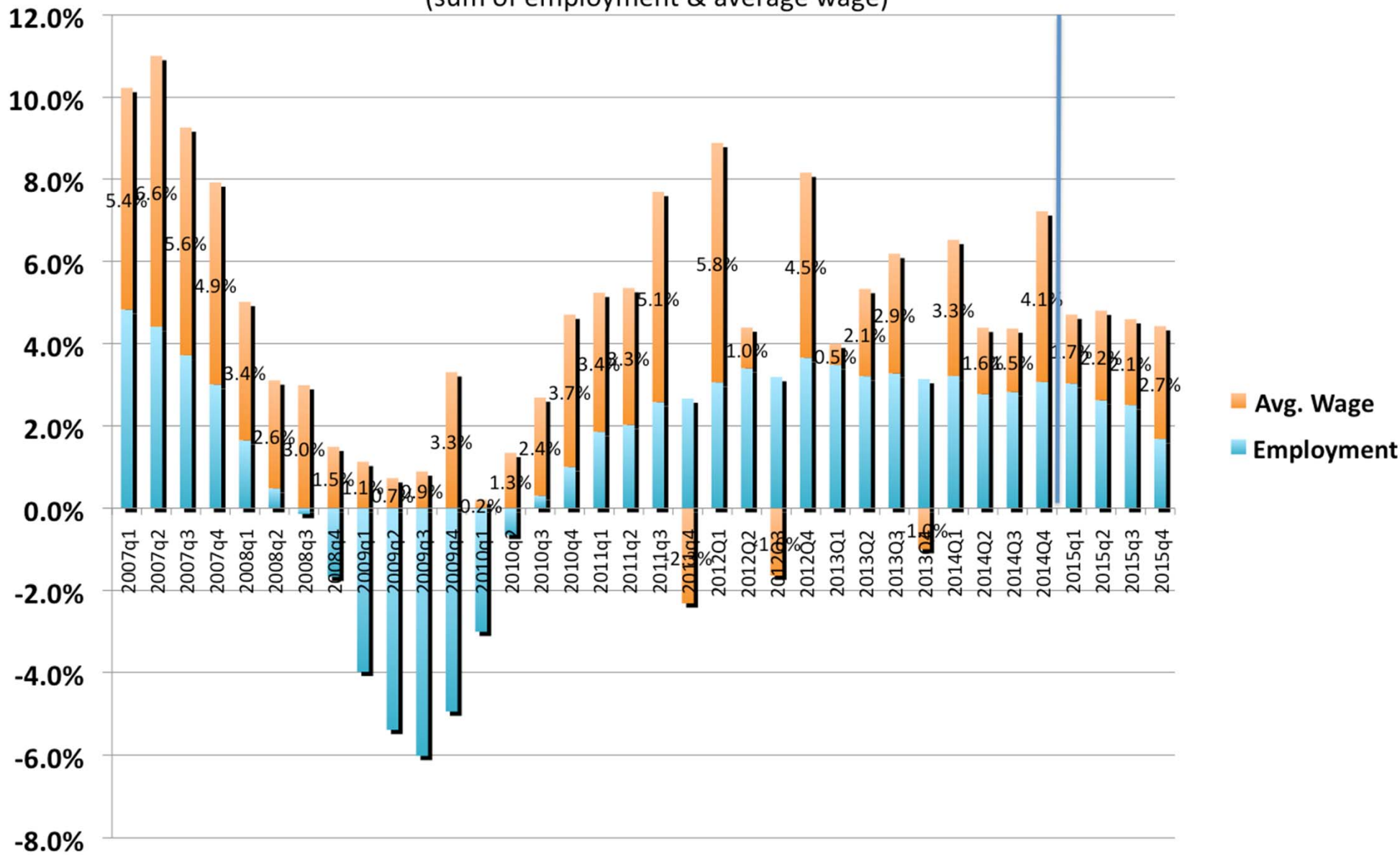
Utah Average Wage Change



Utah Average Wages Should Rise 2.2% in 2015 following 1.7% in 2014 and 2.7% in 2014

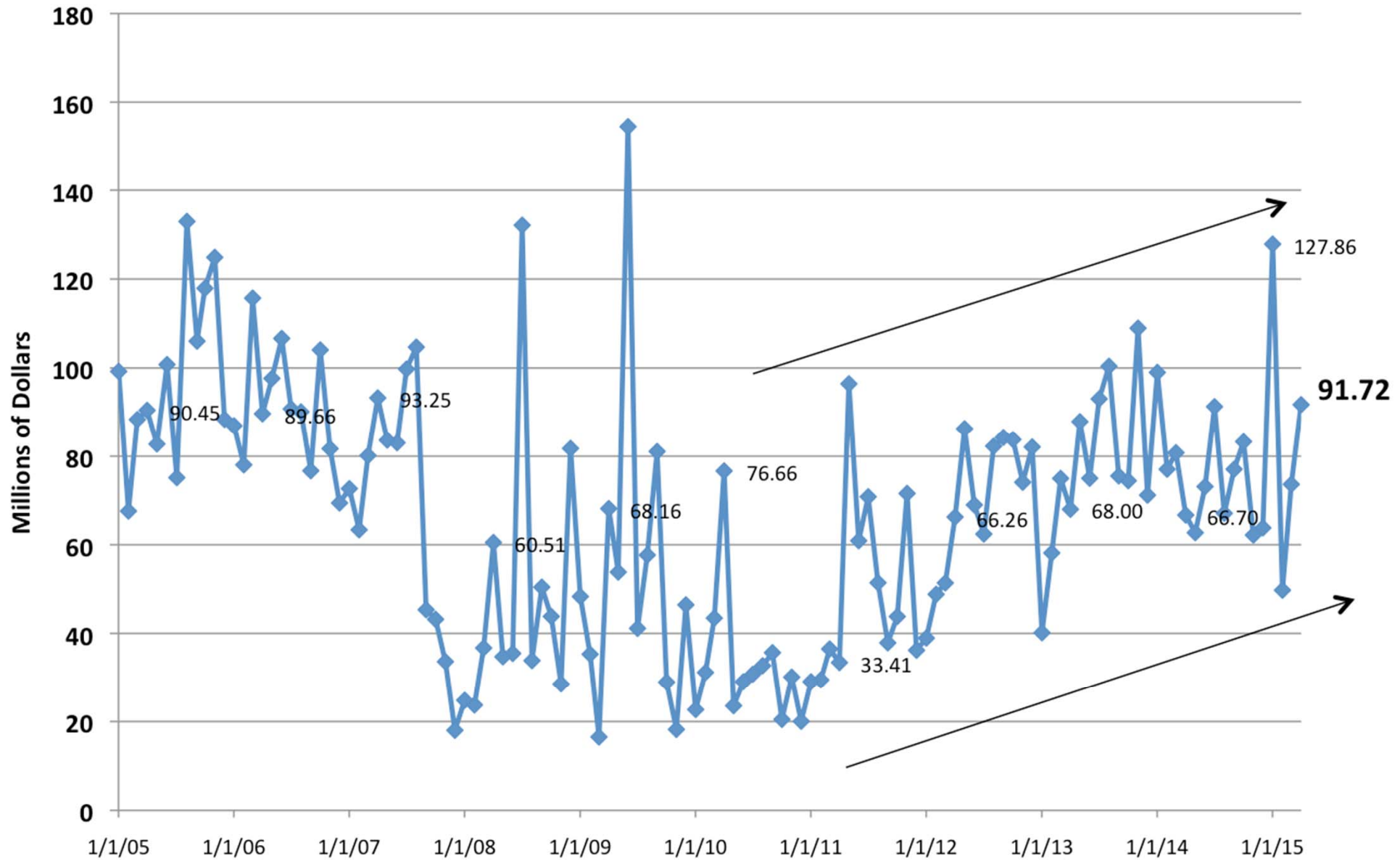
Utah Wages & Salaries Growth

(sum of employment & average wage)



Utah Payroll will Improve 4.8% in 2015

Salt Lake County Residential Construction Permit Values



January - April 2015 \$245M up 6.6%

ion \$)

Residential Construction Permit Values

	CY2013	CY2014	% Chg.	Jan-Apr 2014	Jan-Apr 2015	%Chg.
Ut Lake County	\$ 928.6	\$ 904.1	-2.6%	\$ 323.5	\$ 344.9	6.6%
Ut Lake City	16.0	35.5	121.6%	5.3	96.8	1729.9%
uffdale	76.4	68.1	-10.8%	27.4	25.1	-8.5%
aper	80.7	70.0	-13.2%	20.3	18.4	-9.2%
erriman	129.6	113.8	-12.3%	29.8	49.0	64.6%
olladay	27.8	39.8	43.2%	13.1	5.5	-57.9%
dvale	68.1	55.2	-19.0%	30.7	10.2	-66.9%
urray	14.3	18.5	29.5%	8.4	6.9	-17.6%
verton	42.5	31.7	-25.3%	12.7	14.9	17.8%
ndy	56.0	56.9	1.6%	24.9	23.6	-4.9%
outh Jordan	238.4	221.0	-7.3%	78.9	53.7	-31.9%
est Jordan	61.1	63.5	3.9%	20.5	25.9	26.1%
est Valley	47.8	66.4	39.1%	32.7	12.4	-62.2%
aincorp. County	57.4	50.6	-11.9%	12.1	-	-100.0%

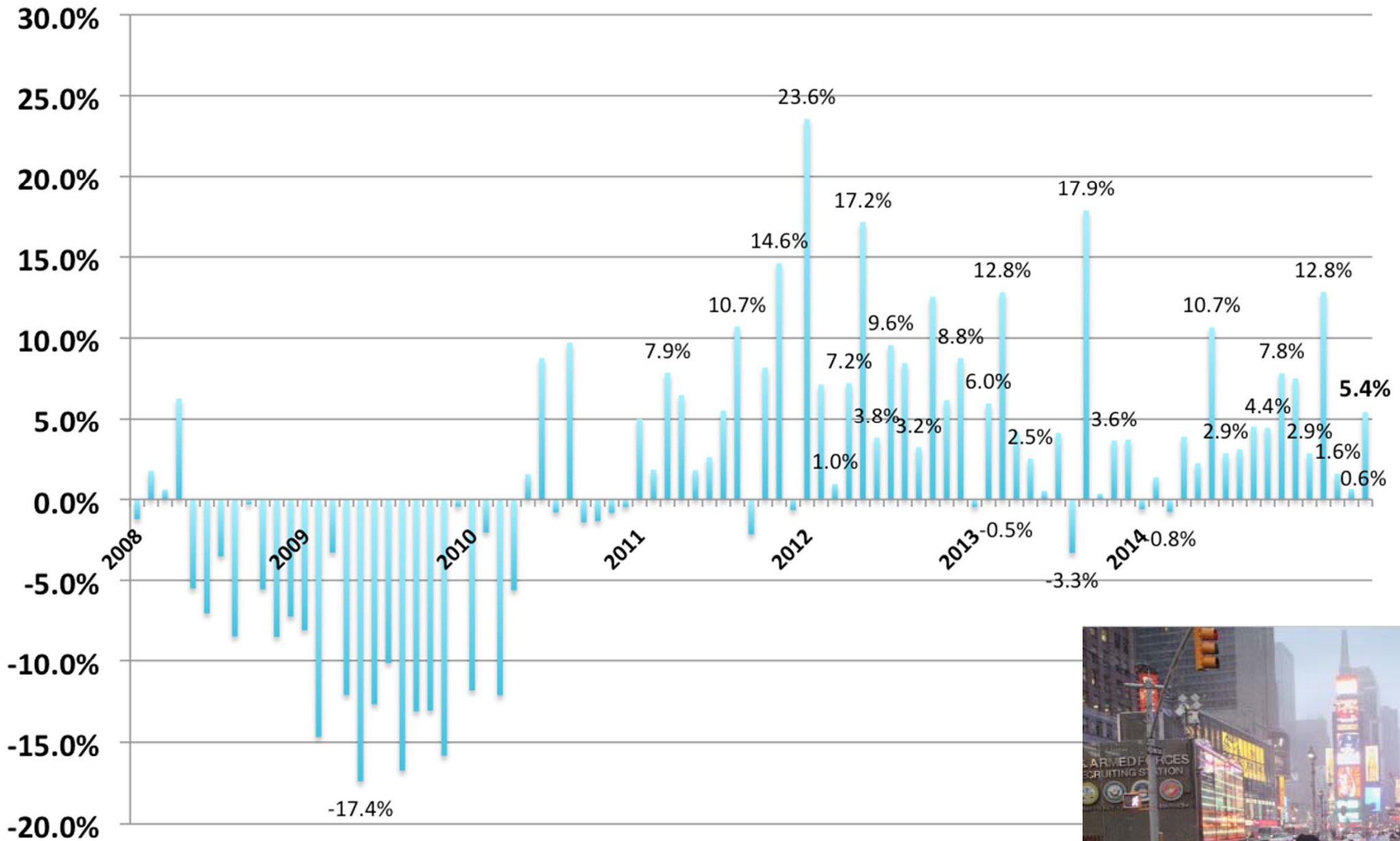


January - April 2015 \$245M up 7%

Salt Lake County Taxable Sales from Large, Monthly Taxpayers, 1st Quarter 2015

\$ Million	2014	2015	Percent Change	Econowes Model <u>CY 2015</u>
Retail Trade	\$ 2,476	\$ 2,570	4.6 %	4.7%
Services	1,546	1,542	0.3 %	0.8%
Business Investment	841	901	7.1 %	6.4%
Total	\$ 4,859	\$ 5,179	4.2 %	4.2%

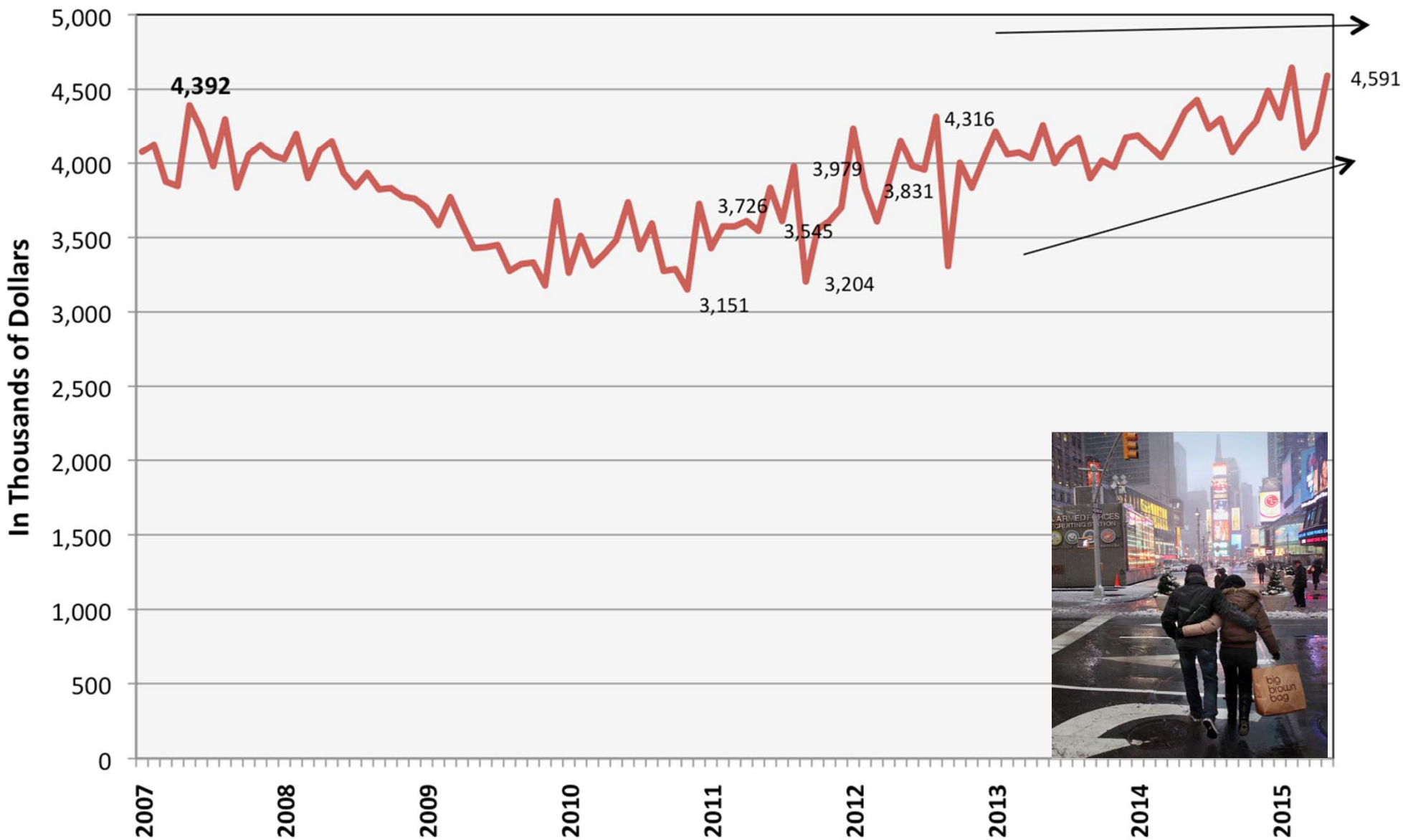
Salt Lake County 1/4% Sales Tax



fiscal year-to-date is up 2.8%

Salt Lake County's 1/4 Percent County Option Sales Tax

seasonally adjusted, monthly



March 2015 (seasonally adjusted) county option sales tax is 1/4 percent tax above 2007 boom levels

Key Forecast Drivers

Key Economic Drivers	2013	2014	June 2015	June 2015
	Actual	Actual	2015 Pessimistic	2015 Baseline
Real GDP (Gross Domestic Product \$B)	15,710 2.2%	16,087 2.4%	16,258 1.1%	16,454 2.3%
Consumer Price Index	1.5%	1.6%	-0.3%	-0.2%
Nominal GDP (\$B)	16,768 3.7%	17,419 3.9%	17,477 0.8%	18,010 3.4%
Utah Employment	3.3%	3.0%	2.0%	2.5%
Utah Average Wages	1.1%	2.7%	1.9%	2.2%
Utah Wages (Payroll)	4.4%	5.7%	3.9%	4.7%
SL County Residential Construction Values	11.8%	-2.6%	-2.3%	14.9%
U.S. Equipment & Software Purchases	4.6%	6.4%	0.8%	5.6%
U.S. Savings Rate	4.9%	4.9%	6.0%	5.1%
U.S. Consumer Sentiment Index	79.2	84.1	93.9	95.0
Landslide, Fed Sequester, NSA	0.750	0.500	0.515	0.315
Salt Lake County Taxable Sales	2.8%	4.3%	-0.5%	4.2%