

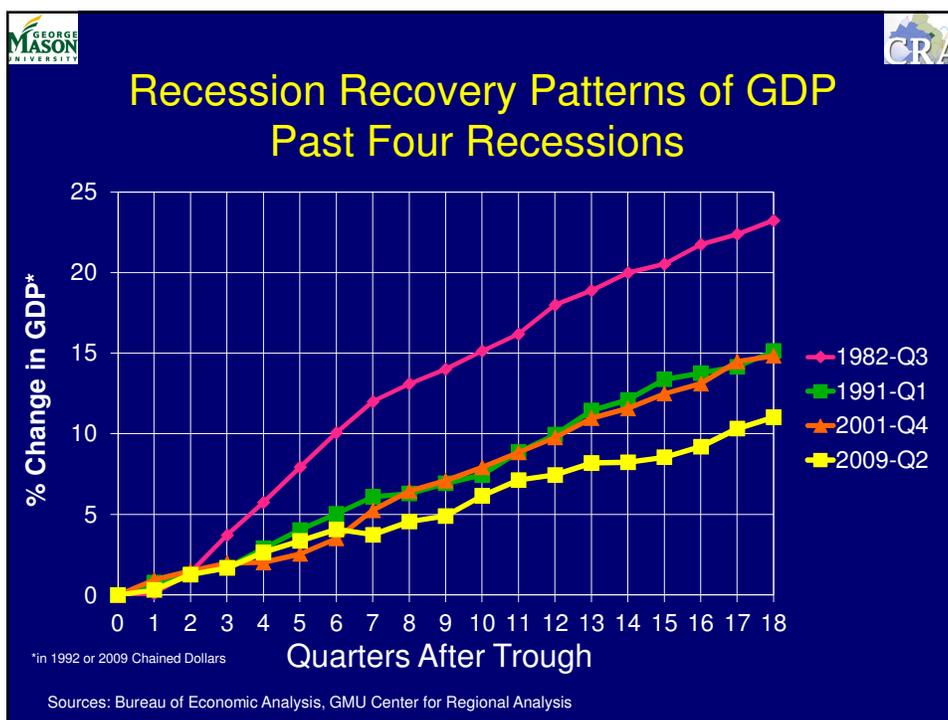


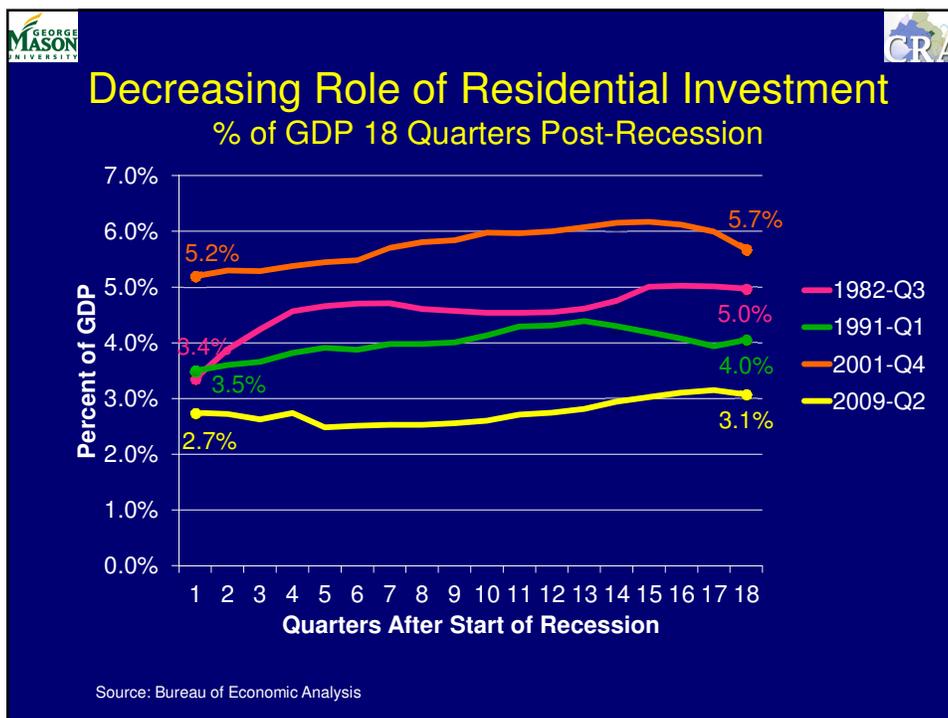
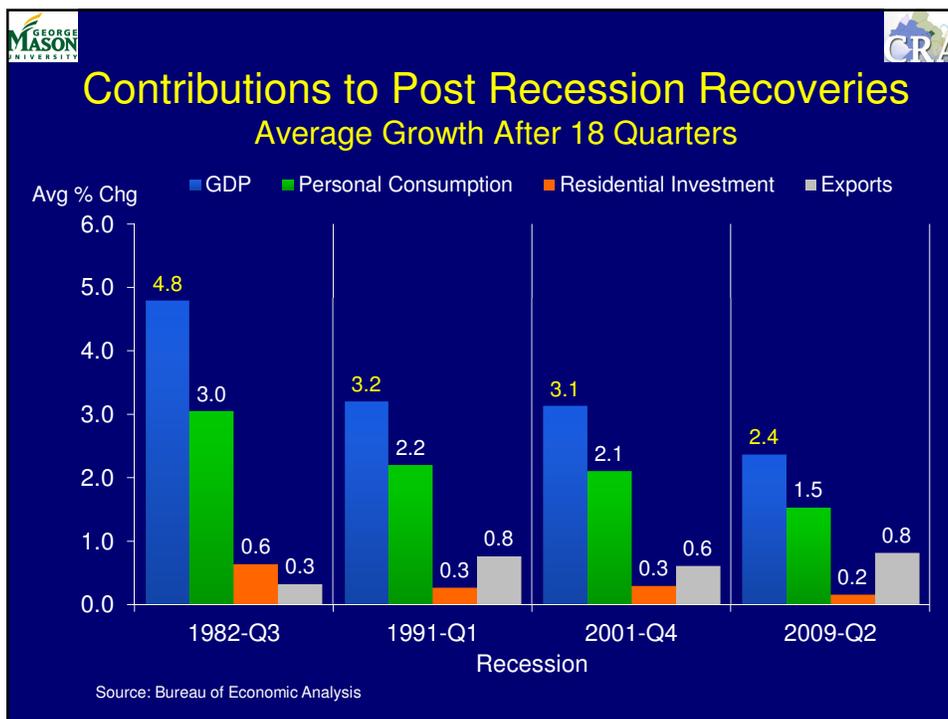

*The Democratic Business Council
of Northern Virginia*

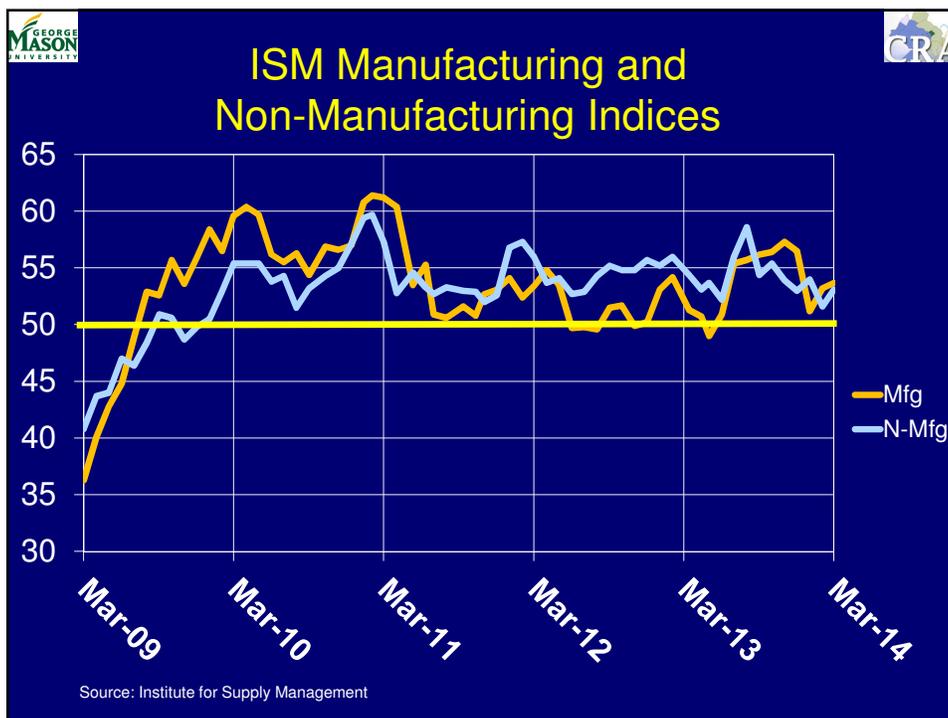
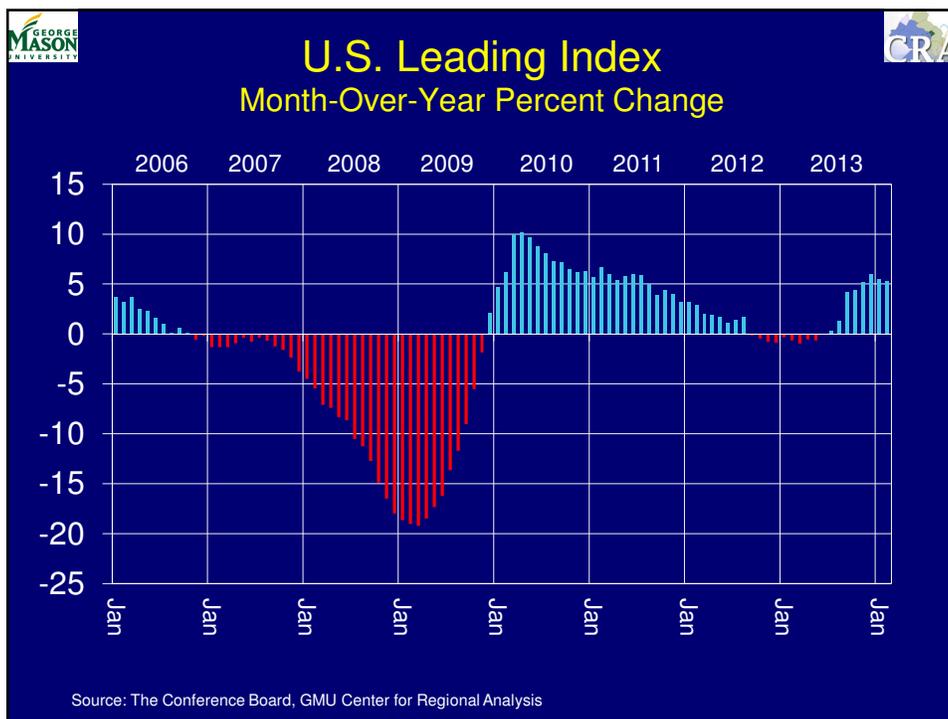
**The Washington Metropolitan Region
Its Economic Outlook and
Future Challenges**

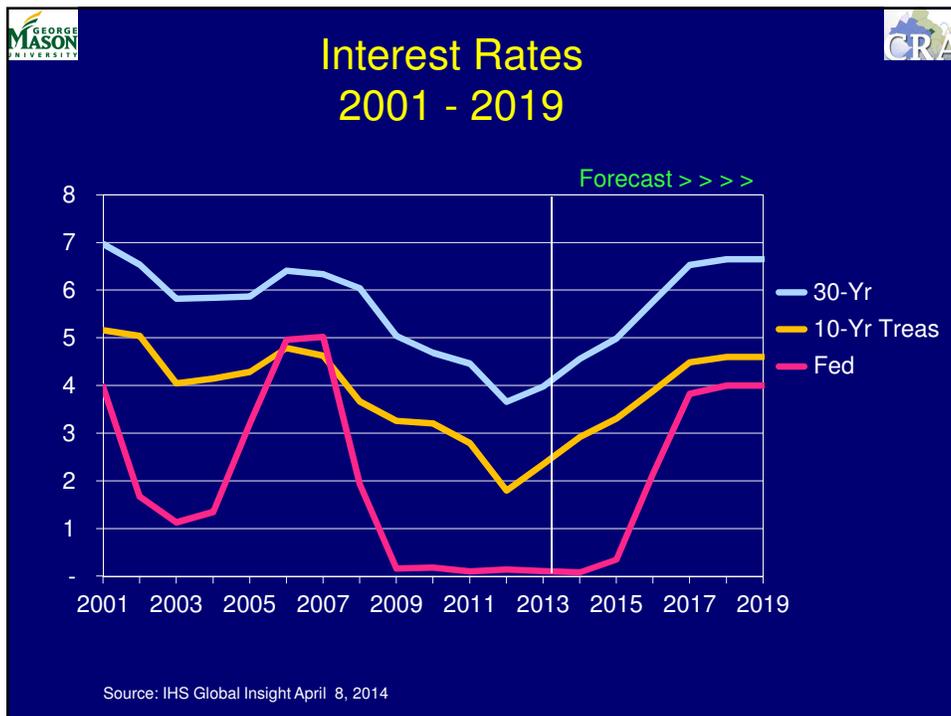
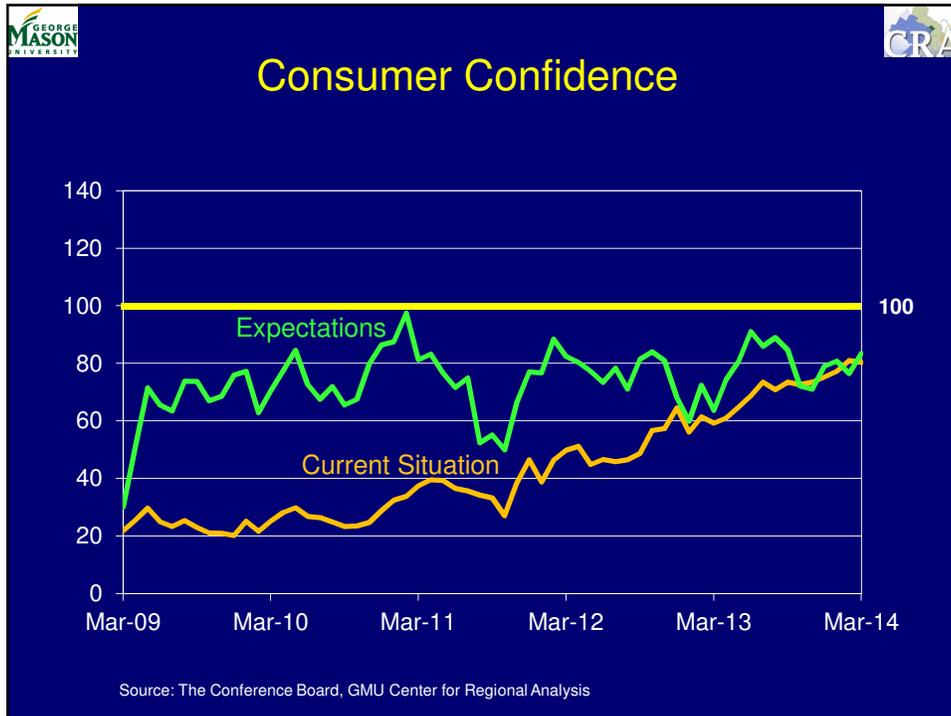
Stephen S. Fuller, Ph.D.
Dwight Schar Faculty Chair and University Professor
Director, Center for Regional Analysis
George Mason University

April 18, 2014







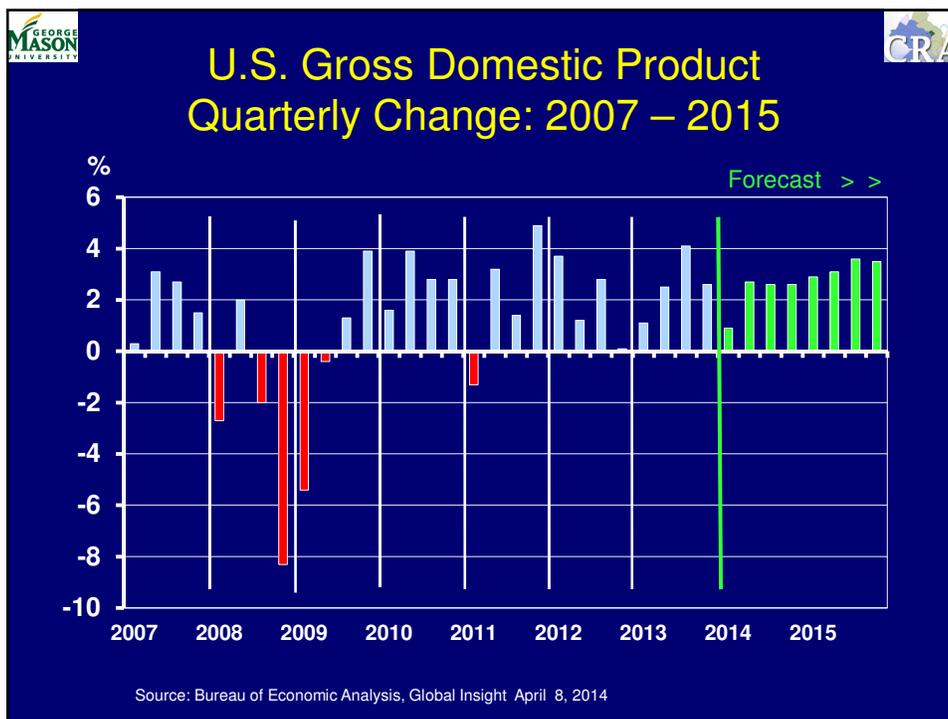




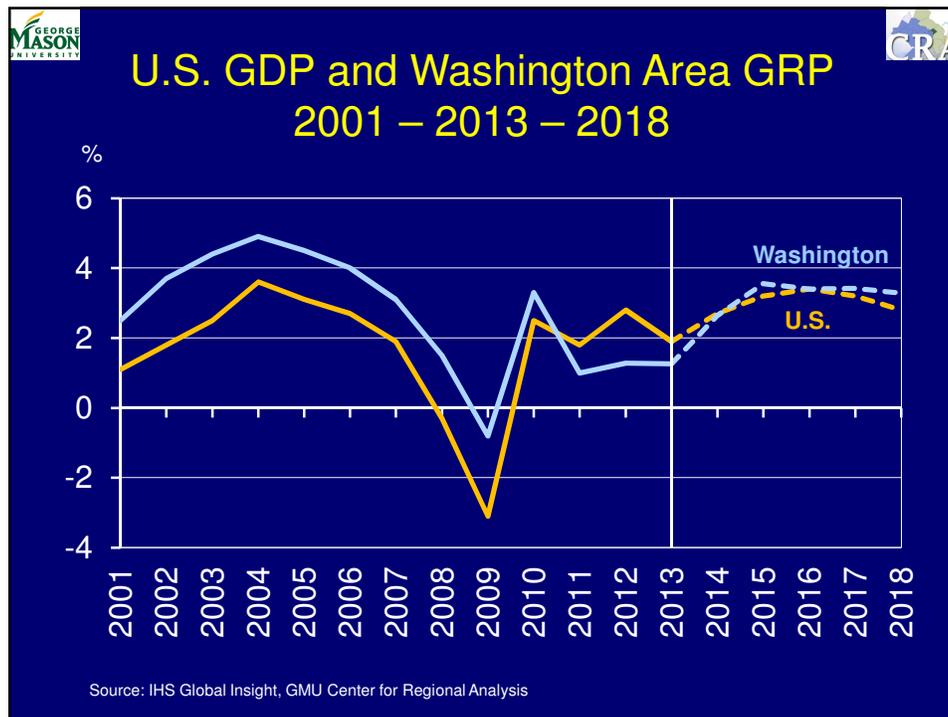
Residential Construction and Resales Forecasts
(millions of Units)

<u>Year</u>	<u>Housing Starts</u>	<u>Existing House Sales</u>
2005	2.073	7.076
2011	0.612	4.278
2012	0.783	4.661
2013	0.929	5.073
2014	1.045	5.039
2015	1.389	5.662
2016	1.582	5.658
2017	1.603	5.428
2018	1.602	5.384

Source: IHS Global Insight "US Executive Summary" April 8, 2014



The Washington Economy: Impacts of the Recession and the Sequester

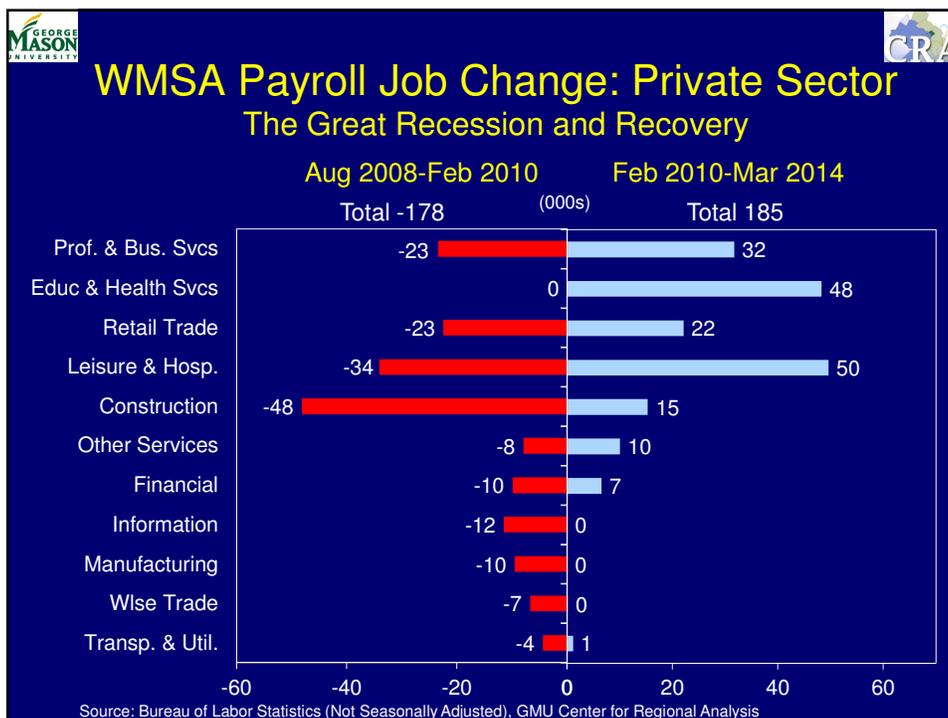
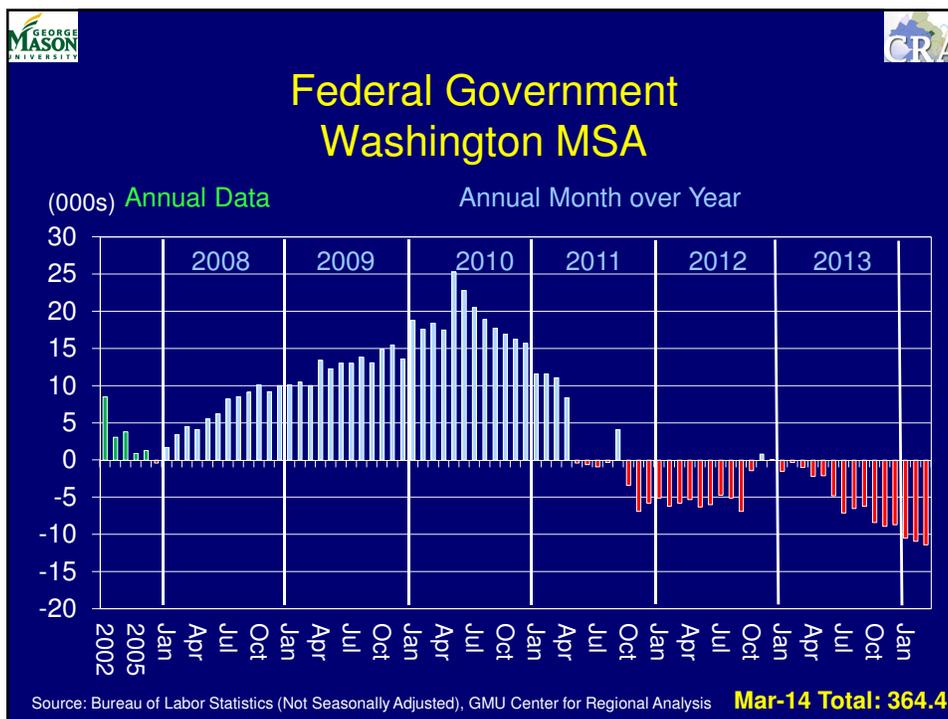


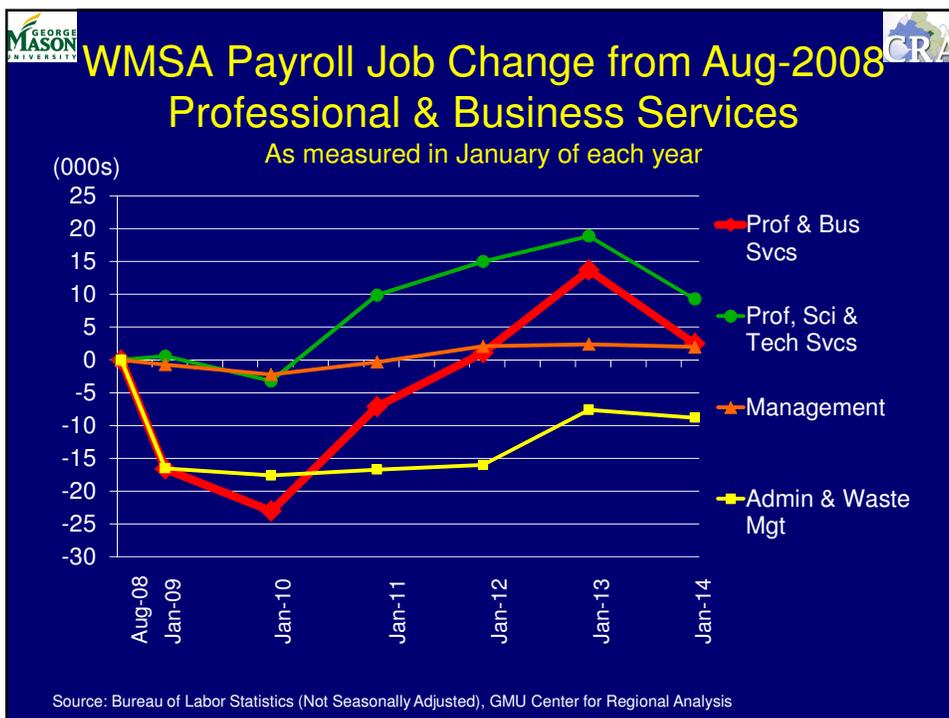
Recession Impacts

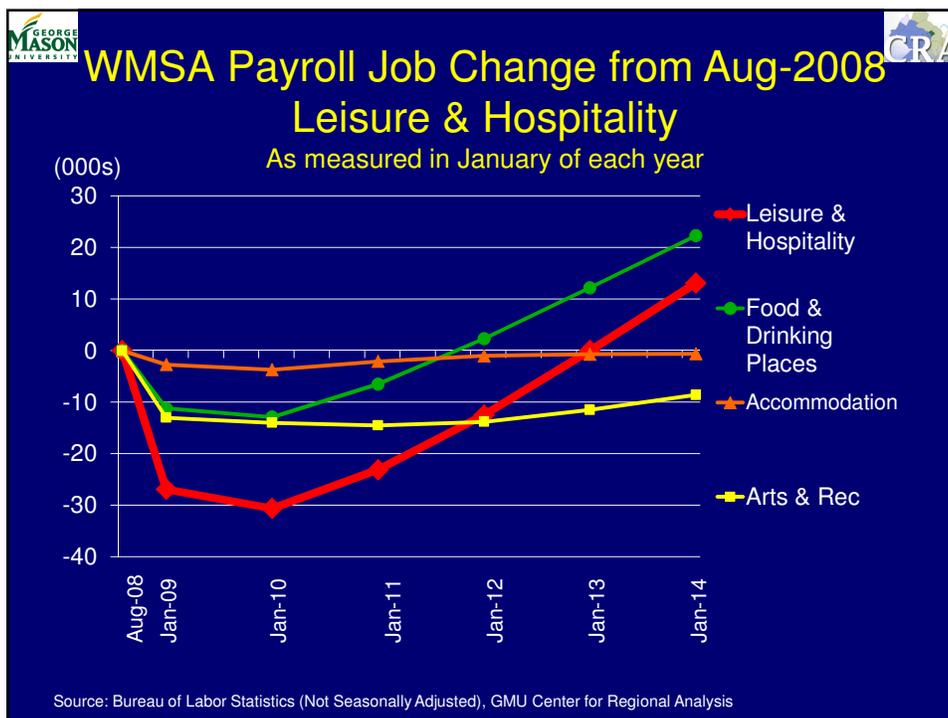
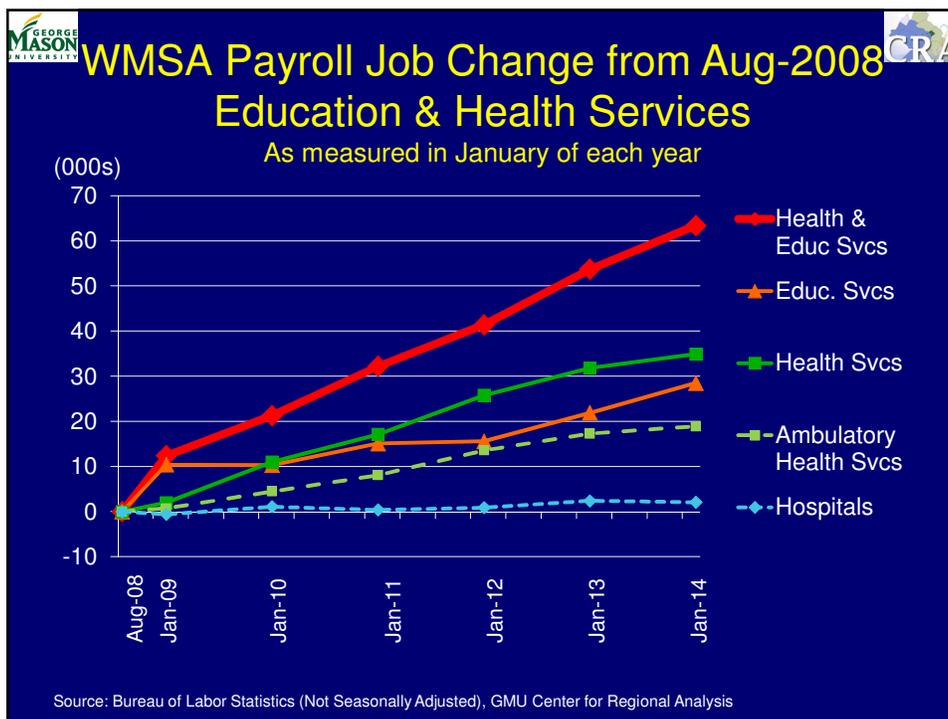
- GRP declined 0.8% in 2008
- The region's lost 178,100 jobs

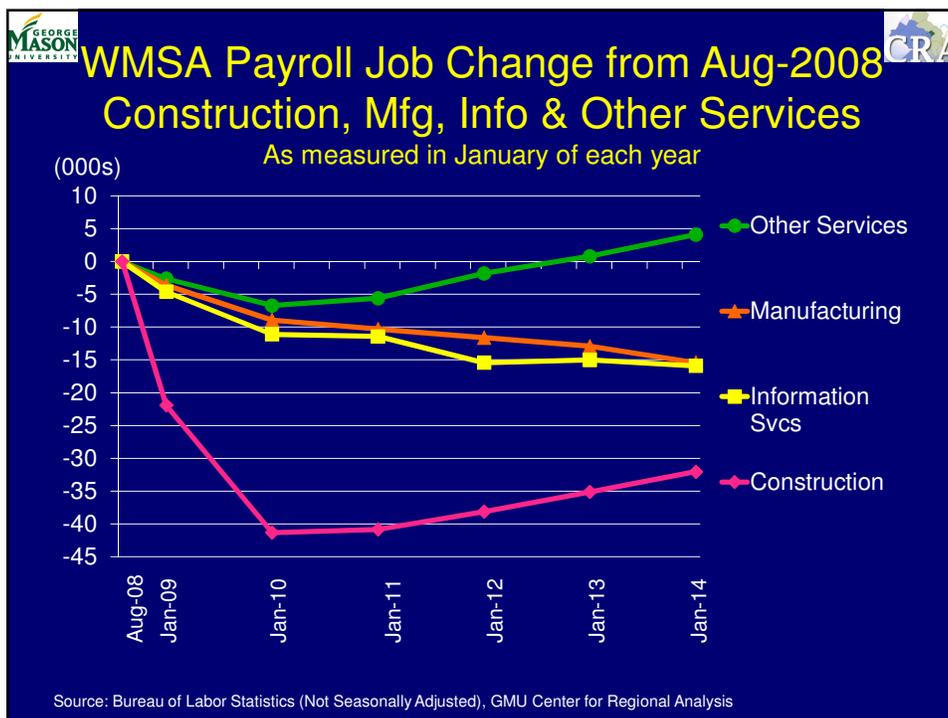
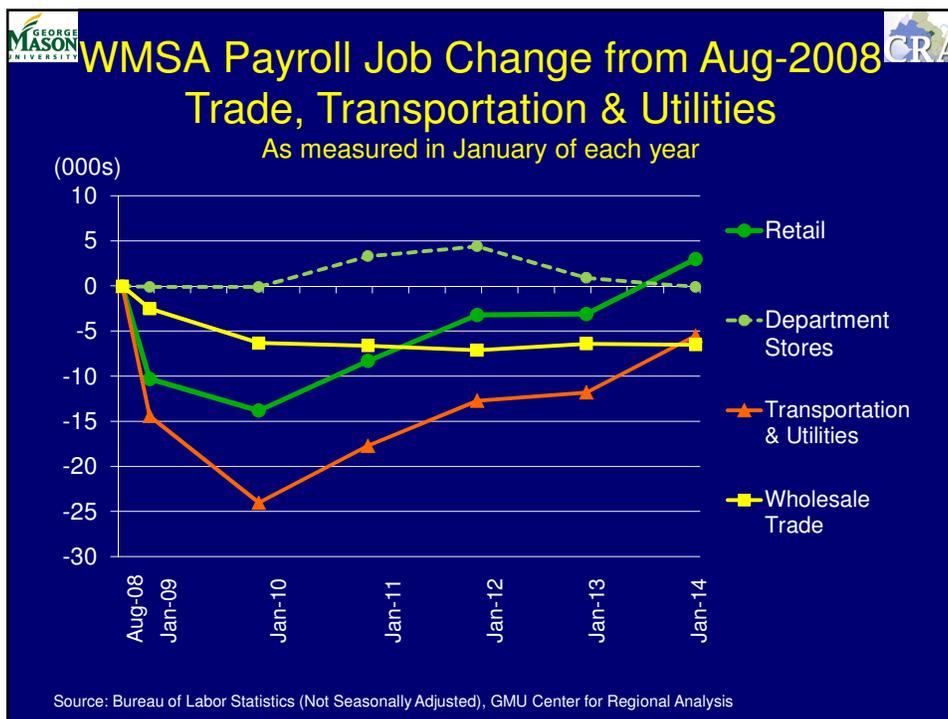
Sequester+ Impacts

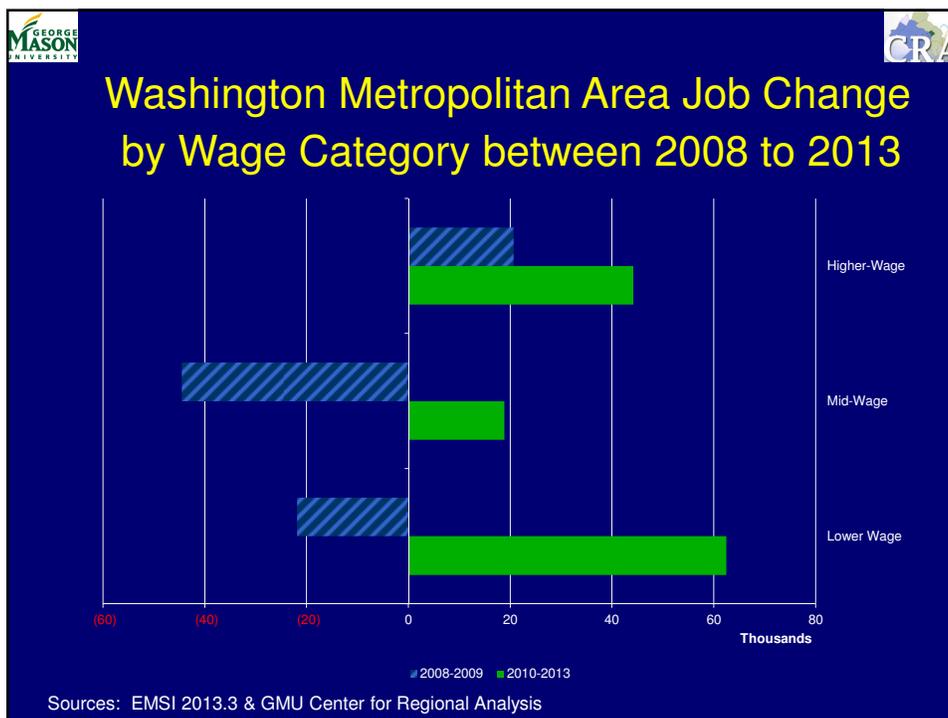
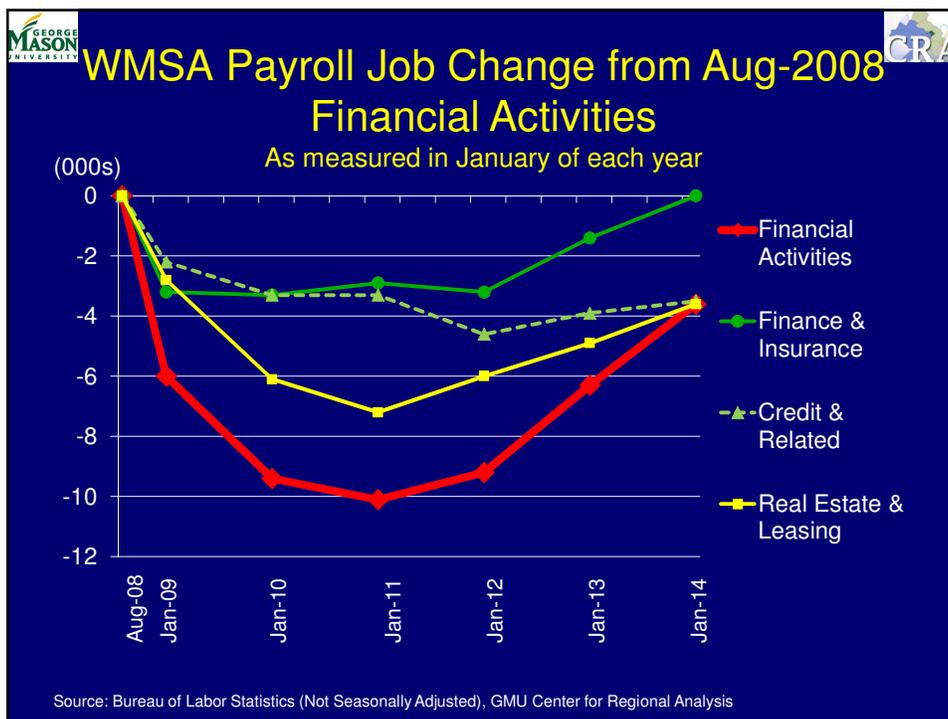
- Federal procurement \$s down by 14.5%
- There are 21,200 fewer federal jobs
- Federal payroll is down 4.8%
or by \$2 billion





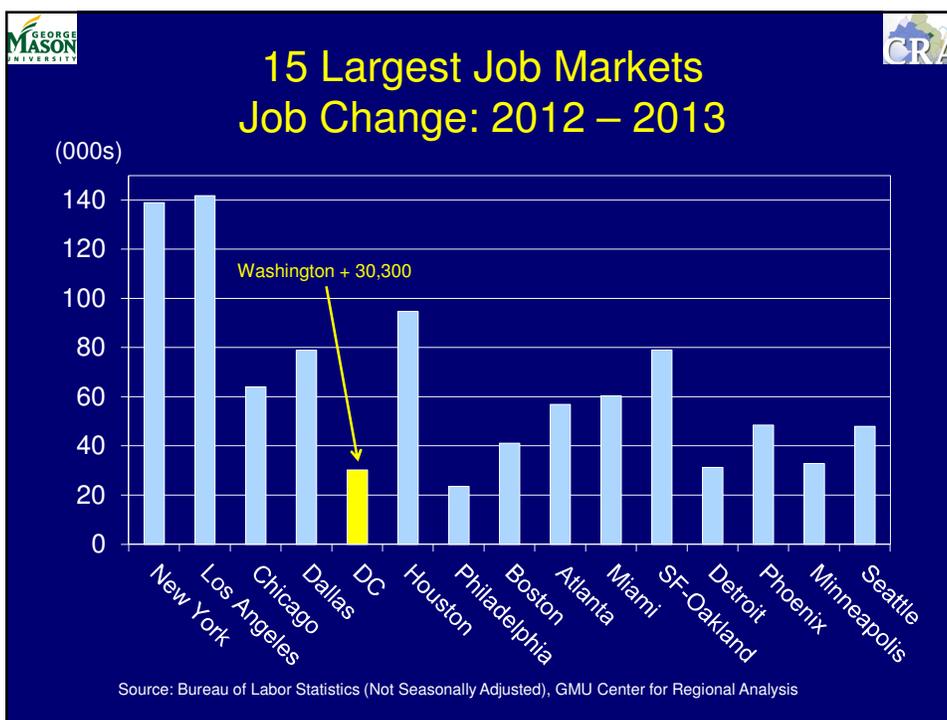


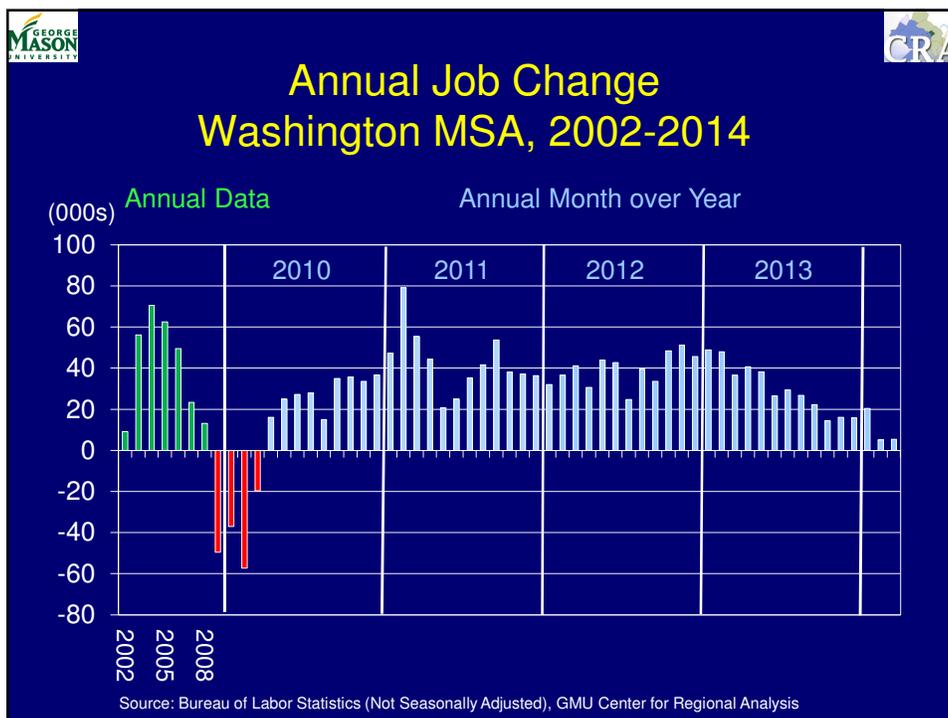
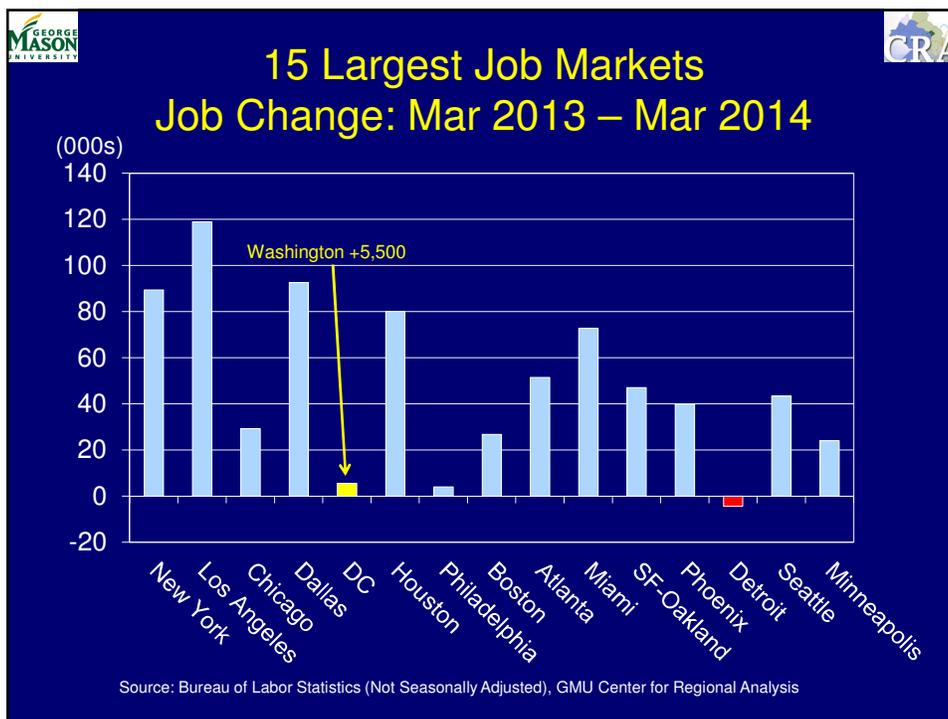


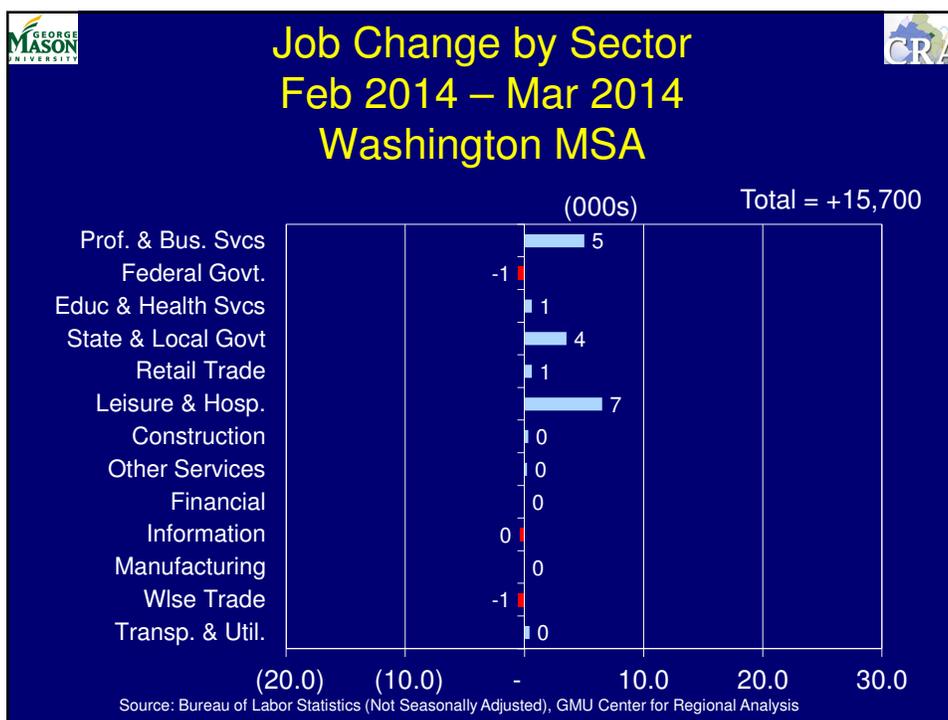
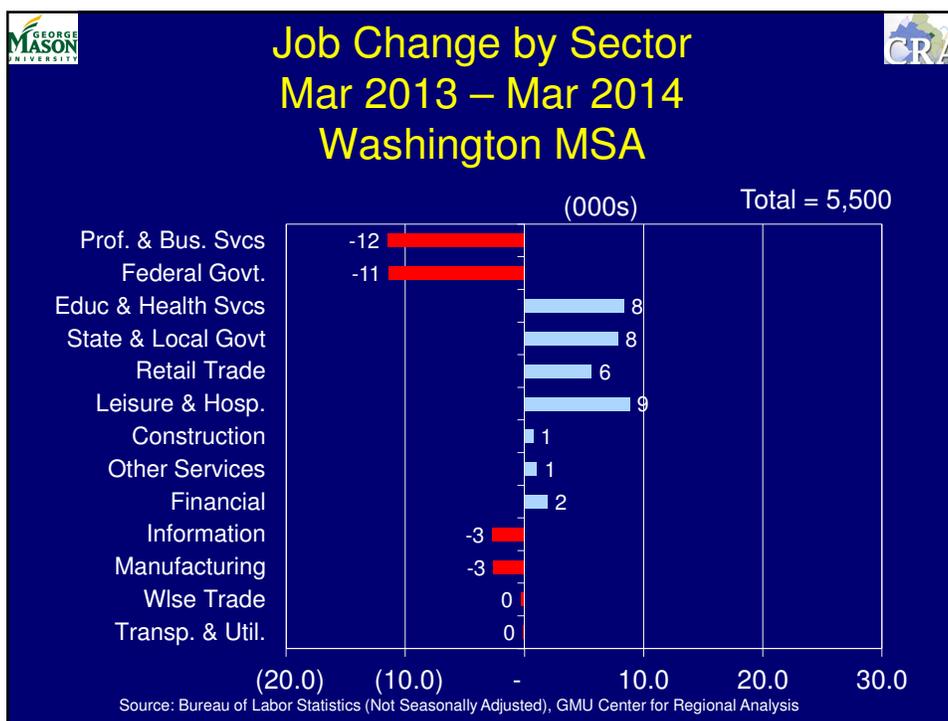


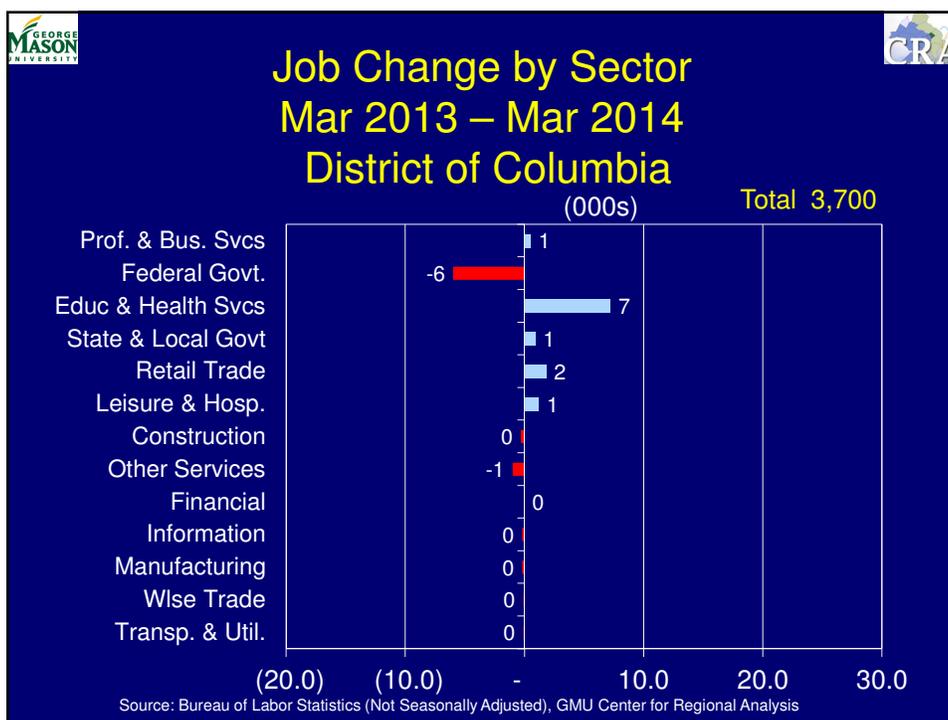
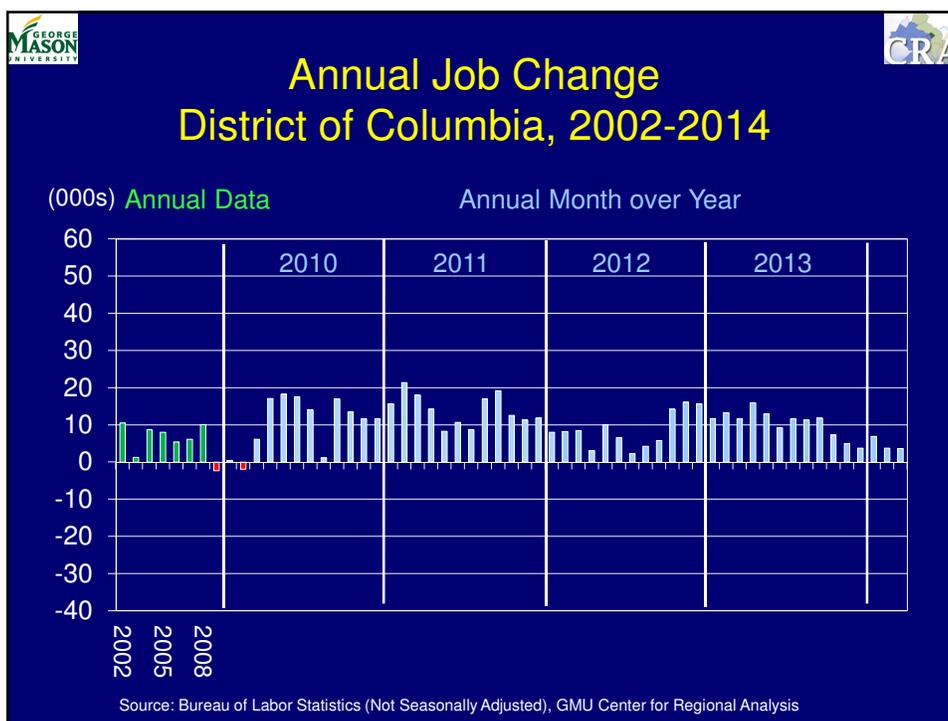
GEORGE MASON UNIVERSITY CRA

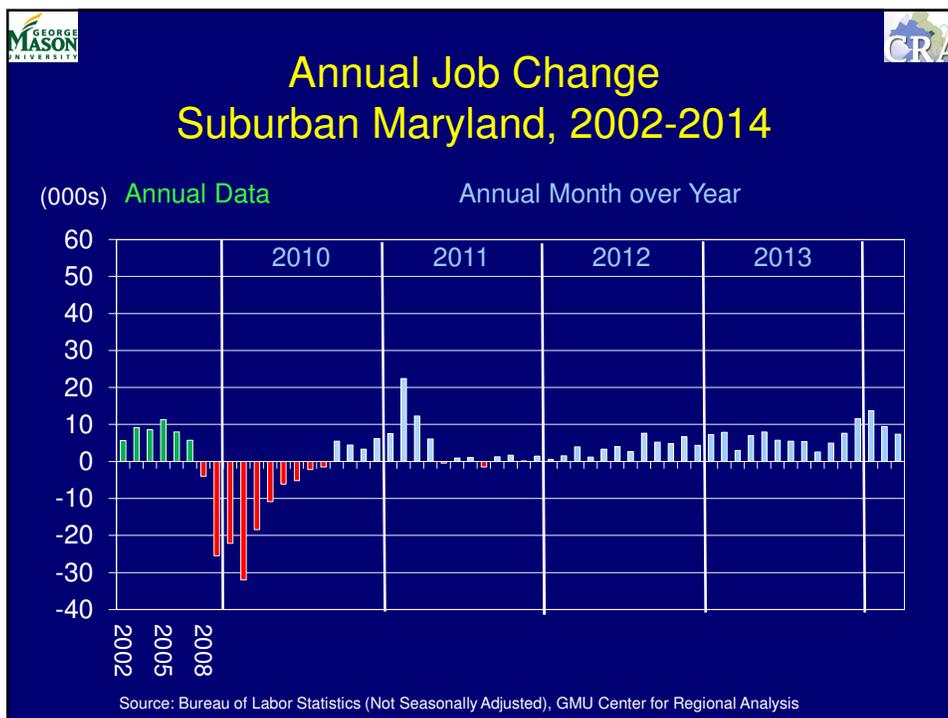
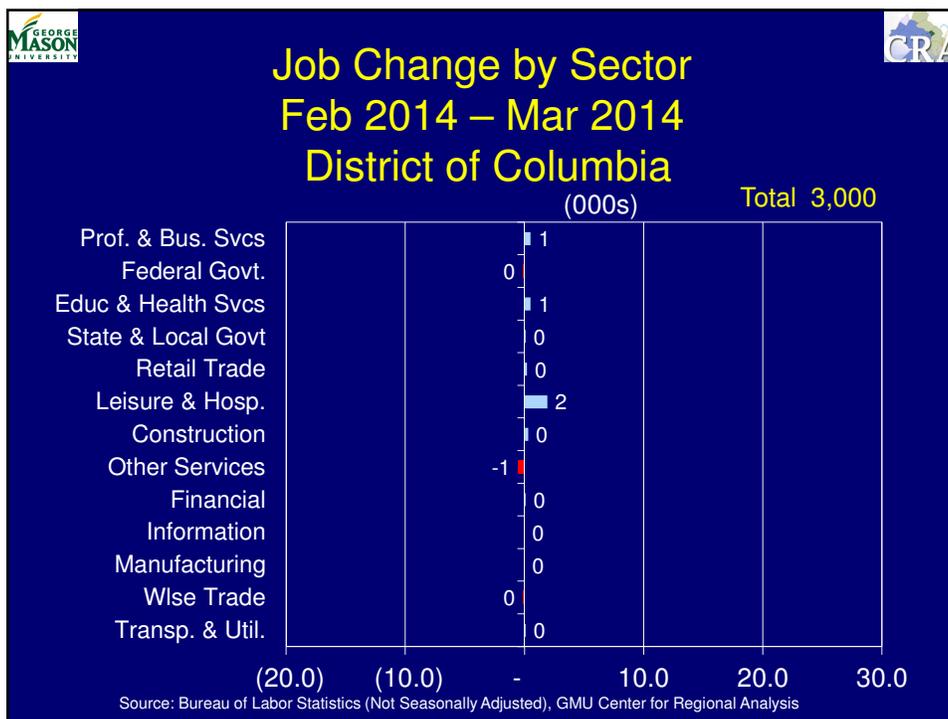
The Washington Economy: 2013 Performance

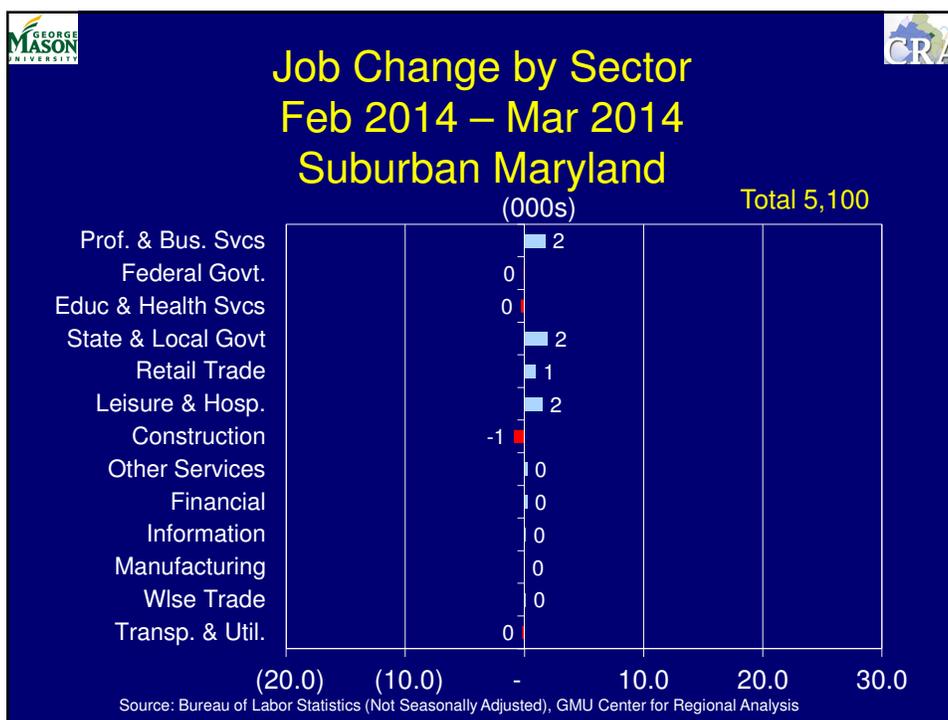
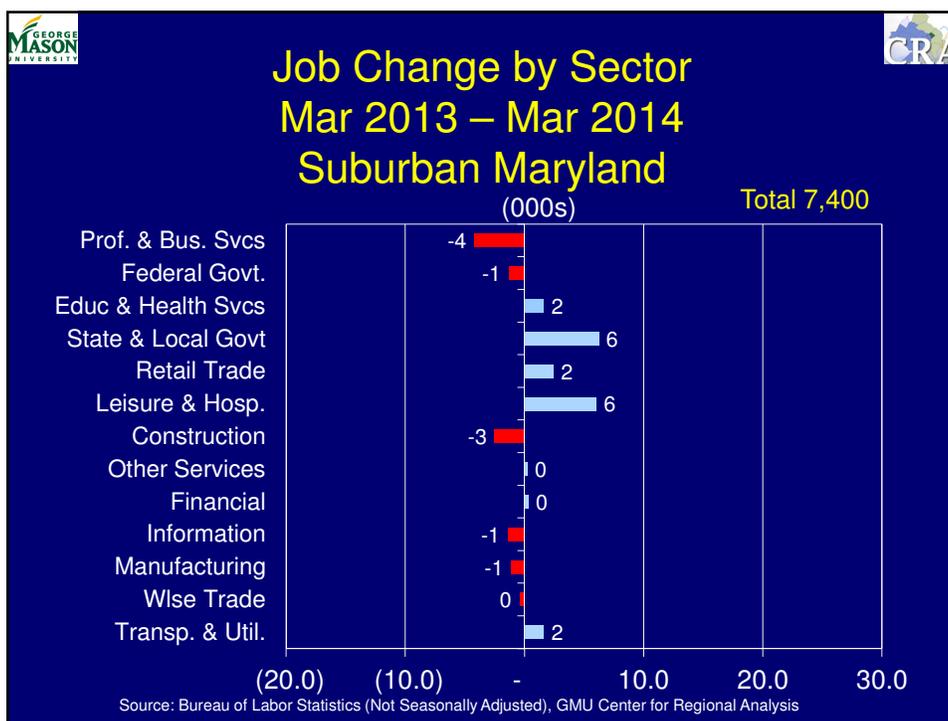


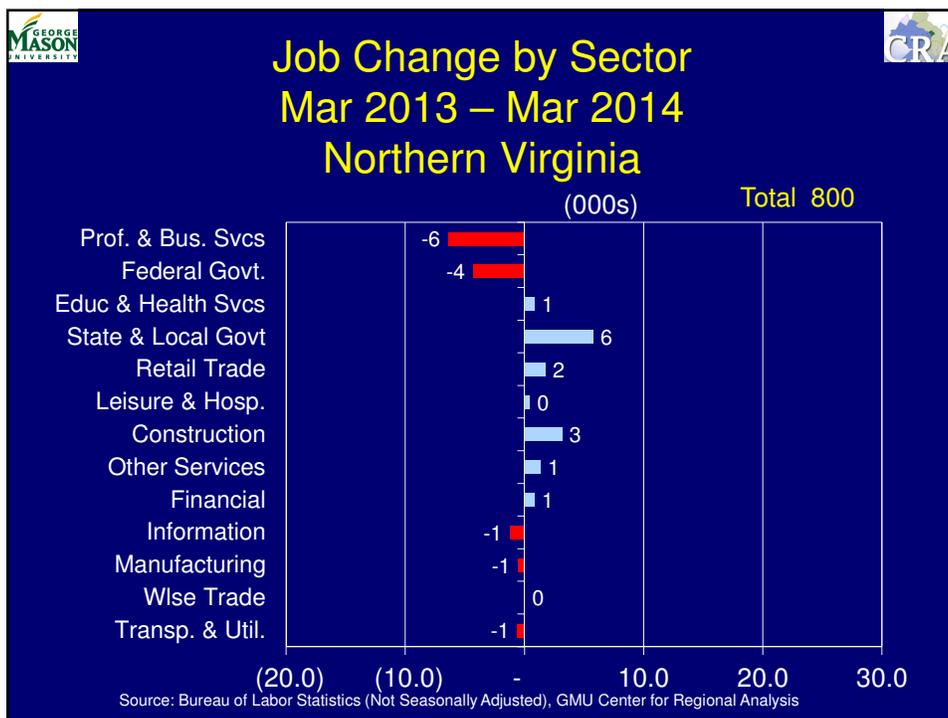
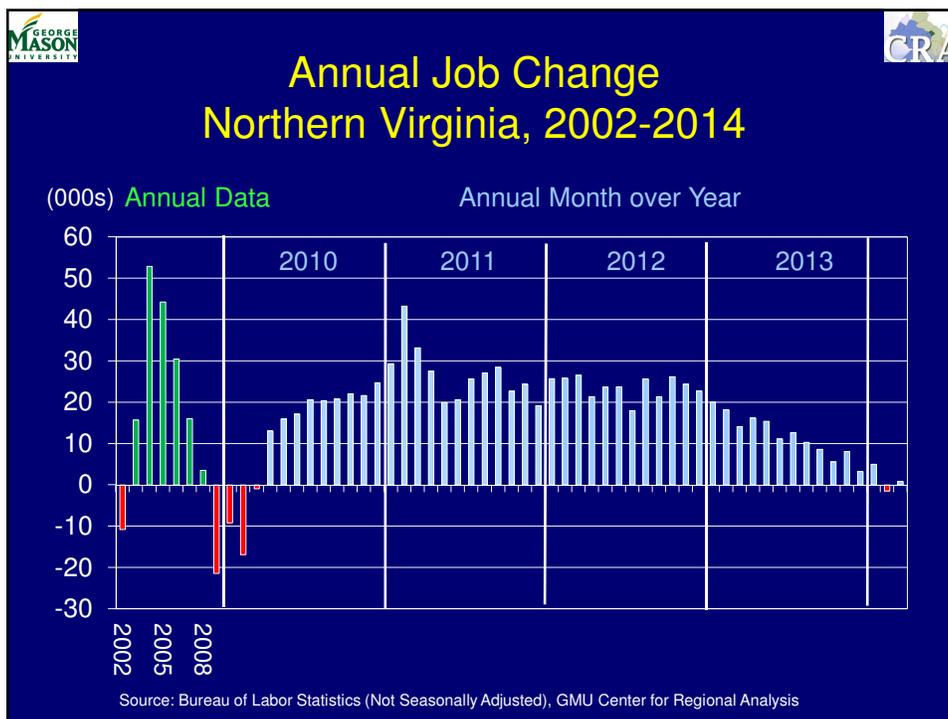


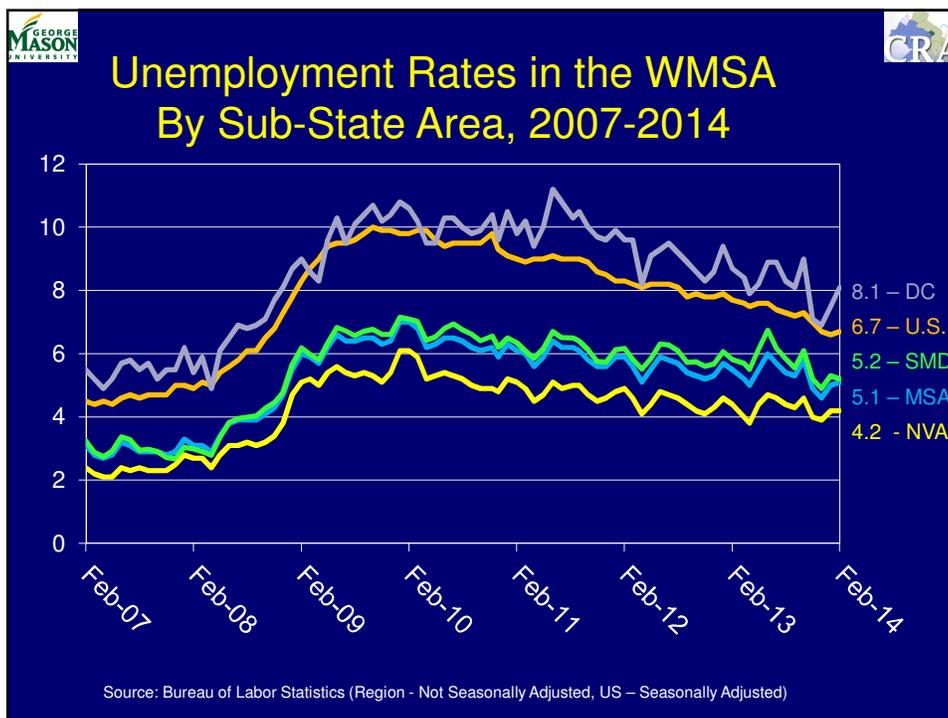
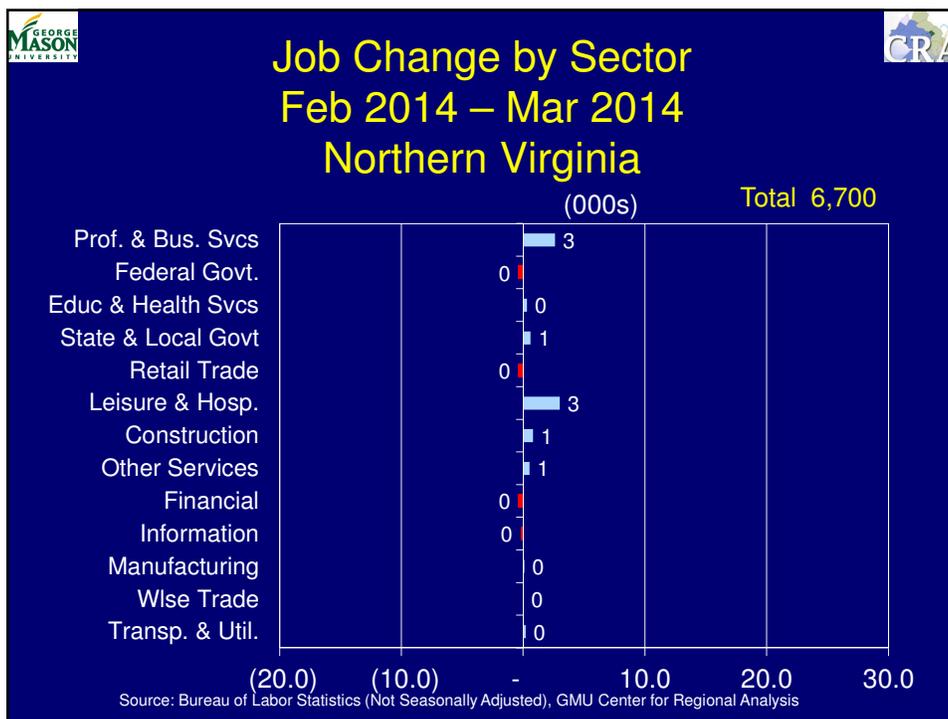















Economic Outlook for the Washington Metropolitan Area




Washington Metropolitan Area Gross Regional Product, 2013-2018 (in billions of 2005\$)

<u>Region</u>	<u>2013</u>	<u>Share</u>	<u>2018</u>	<u>Share</u>	<u>% Change</u>
Metro	\$391.2	100.0	\$458.8	100.0	17.3
District	92.7	23.7	104.5	22.8	12.7
SubMD	110.3	28.2	129.5	28.2	17.4
NoVA	187.1	47.8	223.5	48.7	19.4

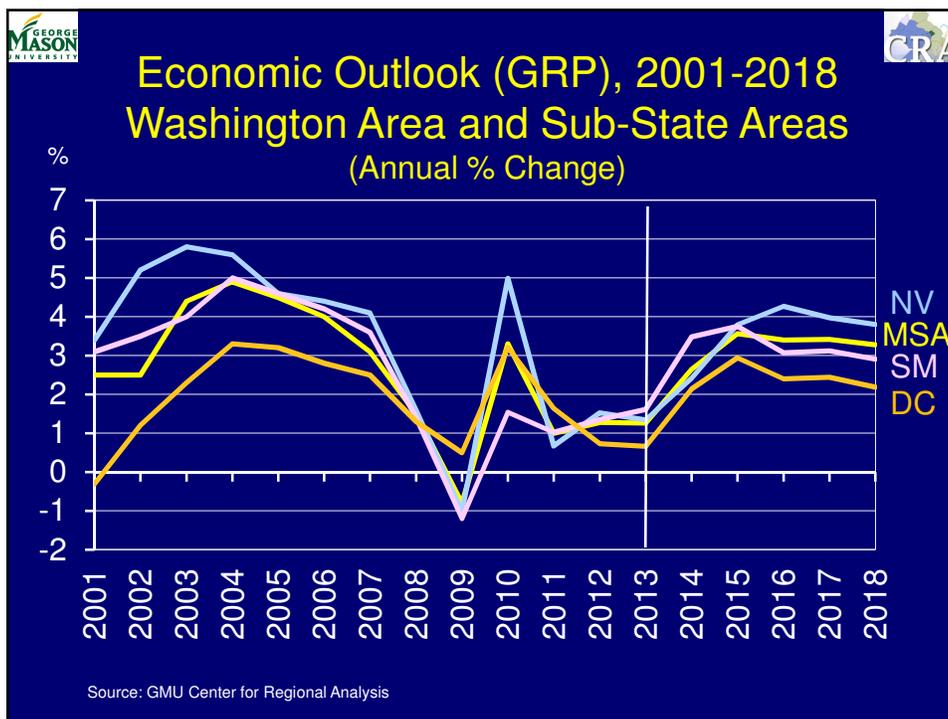
Source: IHS Global Insight, GMU Center for Regional Analysis
The Washington metropolitan area includes Jefferson County, WV and is included in the total GRP values.

 Principal Sources of Job and GRP Growth in the Washington Area, 2013-2018 			
(in thousands)			
<u>Growth Sectors</u>	<u>Job Change</u>	<u>% of Total Job Change</u>	<u>Average Value Added per Job*</u>
Prof. & Bus. Ser.	144.5	48.8	\$158,211
Construction	51.9	17.5	\$91,482
Education/Health	35.2	11.9	\$59,938
Hospitality Services	27.1	9.1	\$43,036
State and Local	19.6	6.6	\$60,099
Retail Trade	13.6	4.6	\$60,981
Sub-Total	291.9	98.5	\$93,347
Overall Total	296.4	100.0	\$135,544

Sources: IHS Global Insight; GMU Center for Regional Analysis * in 2005\$s

 Job and GRP Gains and Losses for the Washington Area's Other Sectors, 2013-2018 			
(in thousands)			
	<u>Job Change</u>	<u>% of Total Job Change</u>	<u>Average Value Added per Job</u>
Federal Gov't	- 22.8	- 7.7	\$141,894
Other Services	2.1	0.7	\$102,734
Financial Services	- 1.3	- 0.4	\$591,253
Information Services	6.3	2.1	\$549,993
Manufacturing	1.5	0.5	\$103,723
Transportation	9.3	3.1	\$133,796
Wholesale Trade	7.3	2.5	\$193,924
Sub-Totals	4.5	1.5	\$220,696
Overall Total	296.4	100.0	\$135,544

Sources: IHS Global Insight; GMU Center for Regional Analysis



**Thank You
Questions**

cra.gmu.edu