SOUTH CAROLINA ECONOMIC FORECAST 2017

PRESENTED TO

BERKELEY CHAMBER OF COMMERCE
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(THE PINA COLADA SONG)
(Rupert Holmes)

INFINITY RECORDS

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SC PERSONAL INCOME FY GROWTH RATES
Actuals, Estimates, and Averages

- 10 Year AVG: 4.1%
- 20 Year AVG: 4.8%
- 30 Year AVG: 5.4%
- Long Term EST: 4.75%

Source: US Department of Commerce, Bureau of Economic Analysis RFA – 173/lj/11/10/16
REMEMBER- 2007

* Peak before the Great Recession
2007 WORLD LEADERS

United States – George W. Bush
United Kingdom – Tony Blair
France – Jacques Chirac
Germany – Angela Merkel
Russia – Vladimir Putin
2007 CULTURE

*Apple introduced the iPhone

*Jordin Sparks wins American Idol

*Drew Carey takes over for Bob Barker on The Price is Right
2007 COLLEGE FOOTBALL SEASON

#1 – LSU

#5 – Ohio State

#21 – Clemson
  - Alabama (7-6)
  - Washington (4-9)
CHANGE IN PERSONAL INCOME COMPONENTS
Pre-Recession Peak versus to-Date (Quarterly)

(Thousands of Dollars, Seasonally Adjusted)

Personal Income Components
Wages & Salaries
Transfer Payments
Dividends, Interest, & Rents
Construction
Education and Health Services
Financial Services
Information Services
Leisure and Hospitality
Manufacturing
Professional and Business Services
Trade, Transportation, and Utilities
Mining and Logging
Government

Personal Income Wages and Salaries by Industry

Source: U.S. Bureau of Economic Analysis - RFA - BW/LHJ 12/20/16
SC INCOME TAX RETURNS BY FEDERAL ADJUSTED GROSS INCOME

Source: SC Individual income tax federal return sample of 87% inflated to total returns 174A – RFA/lhj/12/15/16
TOTAL SC FEDERAL ADJUSTED GROSS INCOME BY FILING STATUS

Source: SC Individual income tax federal return sample of 87%; Nonresident income adjusted to reflect only SC taxable portion  174B – RFA/lhj/12/15/16
Changes in Employment Level by Industry
Pre-Recession Peak versus to-Date

Source: U.S. Bureau of Labor Statistics RFA/BW/11/01/16
CHANGE IN TOTAL EMPLOYMENT
Over a 106-Month Period Since Pre-Recession Peak

Source: U.S. Bureau of Labor Statistics RFA/BW/11/01/16
with Technical School
Main and Branch Campuses

Scale of Symbol Indicates
the Number of Jobs
Per Announcement

- 1 - 27
- 28 - 80
- 81 - 238
- 239 - 650
- 651 +

Symbol Color Indicates
the Type of Company
Announcement

- New Company
- Expansion

Source: SC Department of Commerce
GENERAL FUND APPROPRIATIONS AND REVENUE
FY 16-17 and FY 17-18

FY 16-17
- Appropriations, $7,580
- Debt Service Reduction, $85
- Homestead Exemption Reduction, $17
- Revenue Growth, $307

FY 17-18
- Tax Relief Trust Fund, $584
- Revenue Growth, $307
- Tax Relief Trust Fund, $578
- FY 18 Base Appropriations

4.0% GF Appropriation Growth
3.8% Gross GF Revenue Growth

Source: RFA, JCS, 12/16/2016
Contingency Reserve Fund FY 17 $87M, FY 18 $0
Lapsed Appropriations and Litigation Recovery FY 17 $172M, FY 18 $6.5M
Tobacco MSA FY 17 $70M, FY 18 $70M
Lottery FY 17 $435.6M, FY 18 $401M
Gross General Fund, FY 17 $8,158M, FY 18 $8,471M
Prior Year End Surplus FY 17 $230M, FY 18 $0
Capital Reserve Fund FY 17 $131 M, FY 18 $139M
Cigarette Surtax FY 17 $132.3M, FY 18 $131M
EIA FY 17 $752M, FY 18 $791M

($156.5M) Difference

Source: RFA, JCS, 1/4/2017
FY 17 GENERAL FUND APPROPRIATIONS BY MAJOR BUDGET CATEGORY

Source: RFA, JCS, 12/15/2016
GENERAL FUND APPROPRIATIONS BY MAJOR CATEGORY, Percent of Total FY 90 to FY 17

Source: RFA, JCS, 12/15/2016
ANNUAL PERCENTAGE CHANGE IN PERSONAL INCOME
BERKELEY COUNTY

Source: U.S. Bureau of Economic Analysis/BW
ANNUAL PERCENTAGE CHANGE IN TOTAL EMPLOYMENT
BERKELEY COUNTY

Total Employment
Five-year average: 3.66%
Ten-year average: 2.85%
SC Five-year average: 2.24%

Source: U.S. Bureau of Economic Analysis/BW
ANNUAL PERCENTAGE CHANGE IN POPULATION
BERKELEY COUNTY

Source: U.S. Bureau of Economic Analysis/BW
ANNUAL PERCENTAGE CHANGE IN 135-DAY ADM
BERKELEY COUNTY

Five-year average: 2.66%
Ten-year average: 1.89%
SC Five-year average: 0.83%

Source: SC Revenue & Fiscal Affairs Office/BW
Estimated Population Center Map for Berkeley County from 1960 to 2010
FORECASTS - 2017

• January 28 – Chinese New Year (Year of the Rooster)
• June 10 – 2017 World Expo will open in Astana, Kazakhstan
• August 21 – Total Solar Eclipse (Visit Columbia)
• September 15 - Spacecraft Cassini-Huygens, after having studied Saturn for 13 years, will be disposed of by plunging into Saturn's atmosphere
• October 26 – Release of JFK Assassination Records
• December – SC population surpasses 5 million