



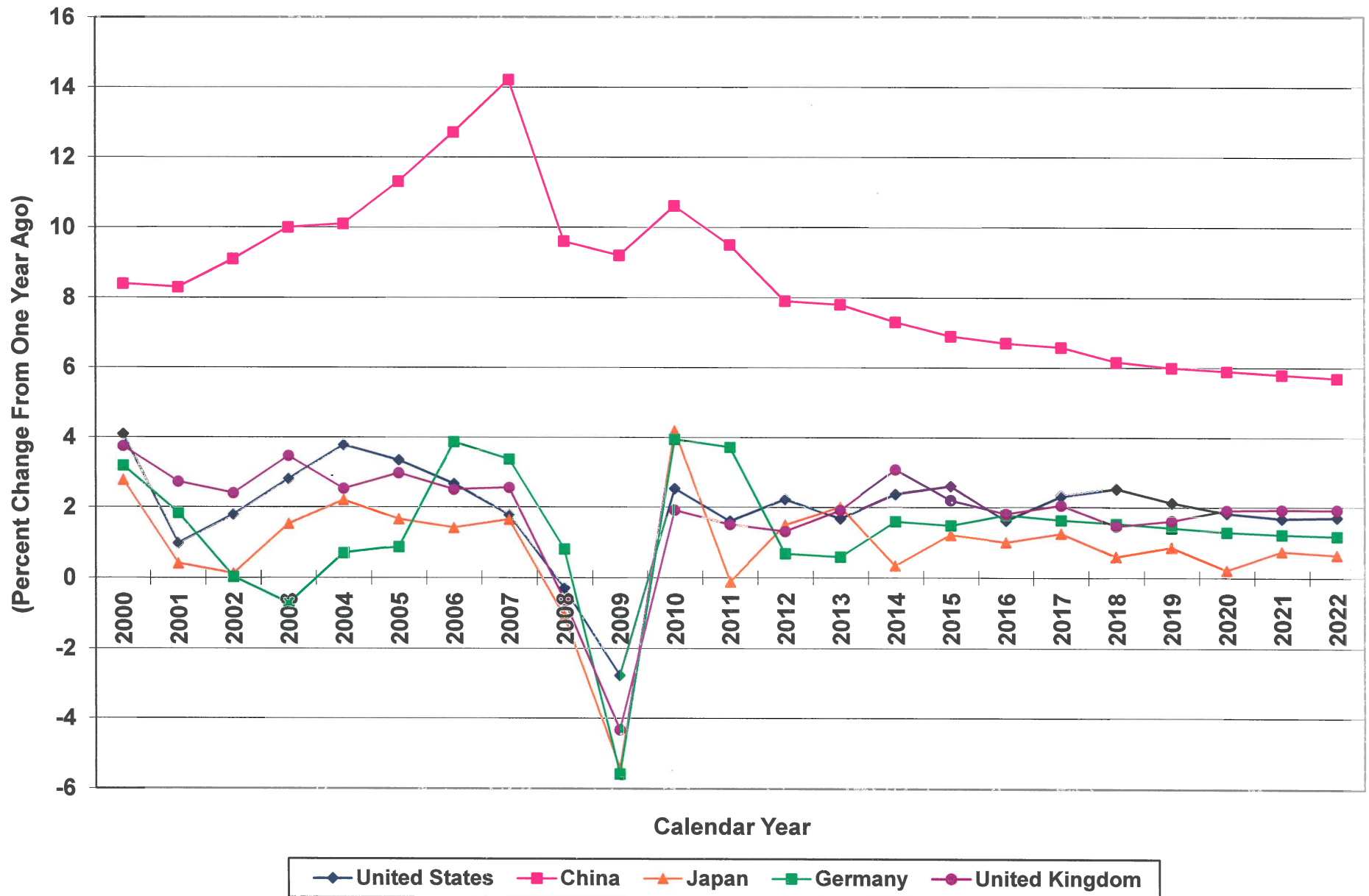


## Regional Advisory Committee Meeting October 2017

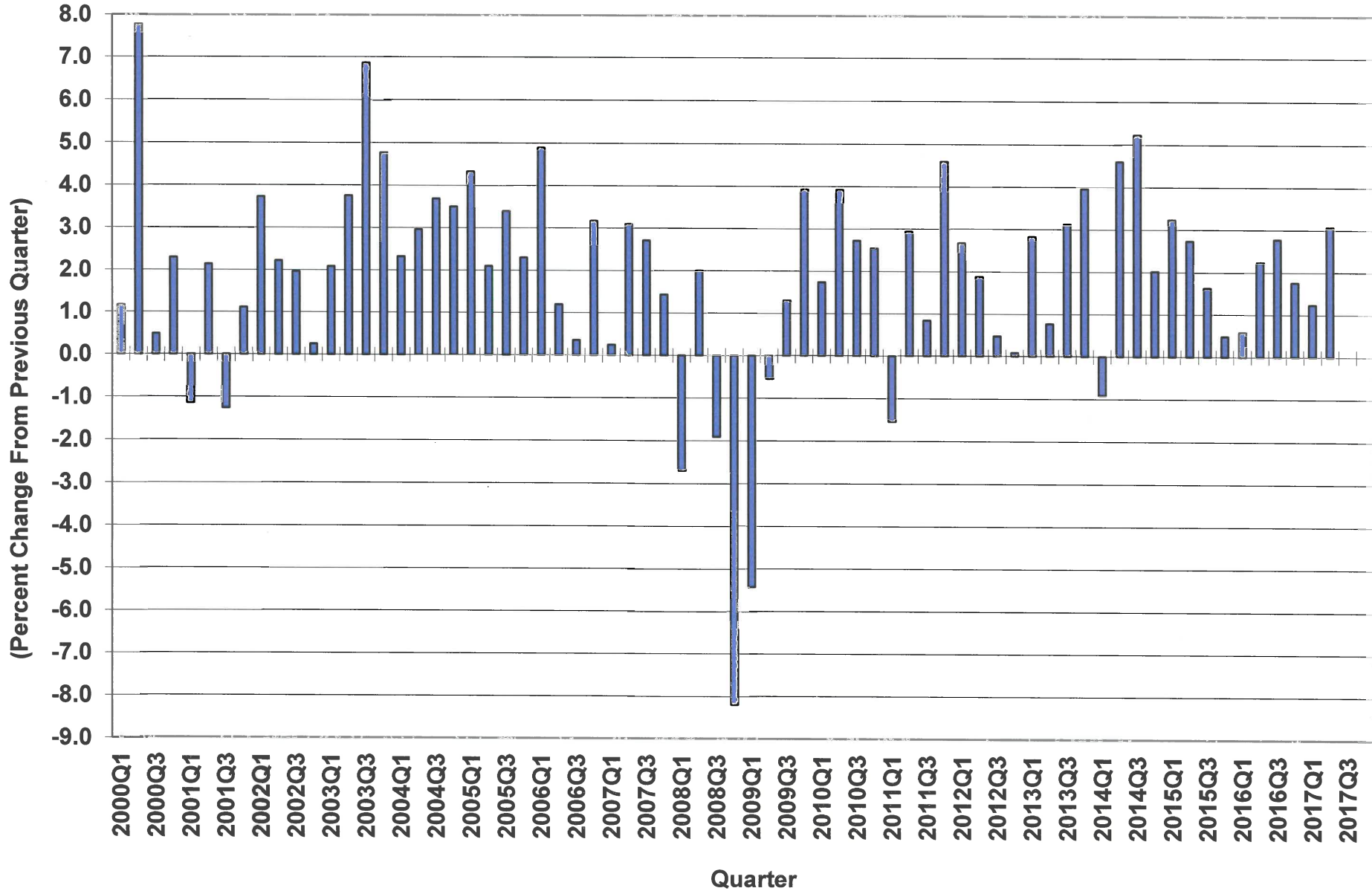
### Forecast Scenario

- The global economy is improving
- No European nation is in recession
- U.S. real GDP is 3.1% (2017Q2)
- Falling value of U.S. dollar is boosting exports
- South Carolina manufacturing sector will benefit
- South Carolina real GDP will grow faster than Southeast real GDP
- Will maintain employment growth and income growth near current levels

# Real GDP Growth of the Five Largest Economies in the World

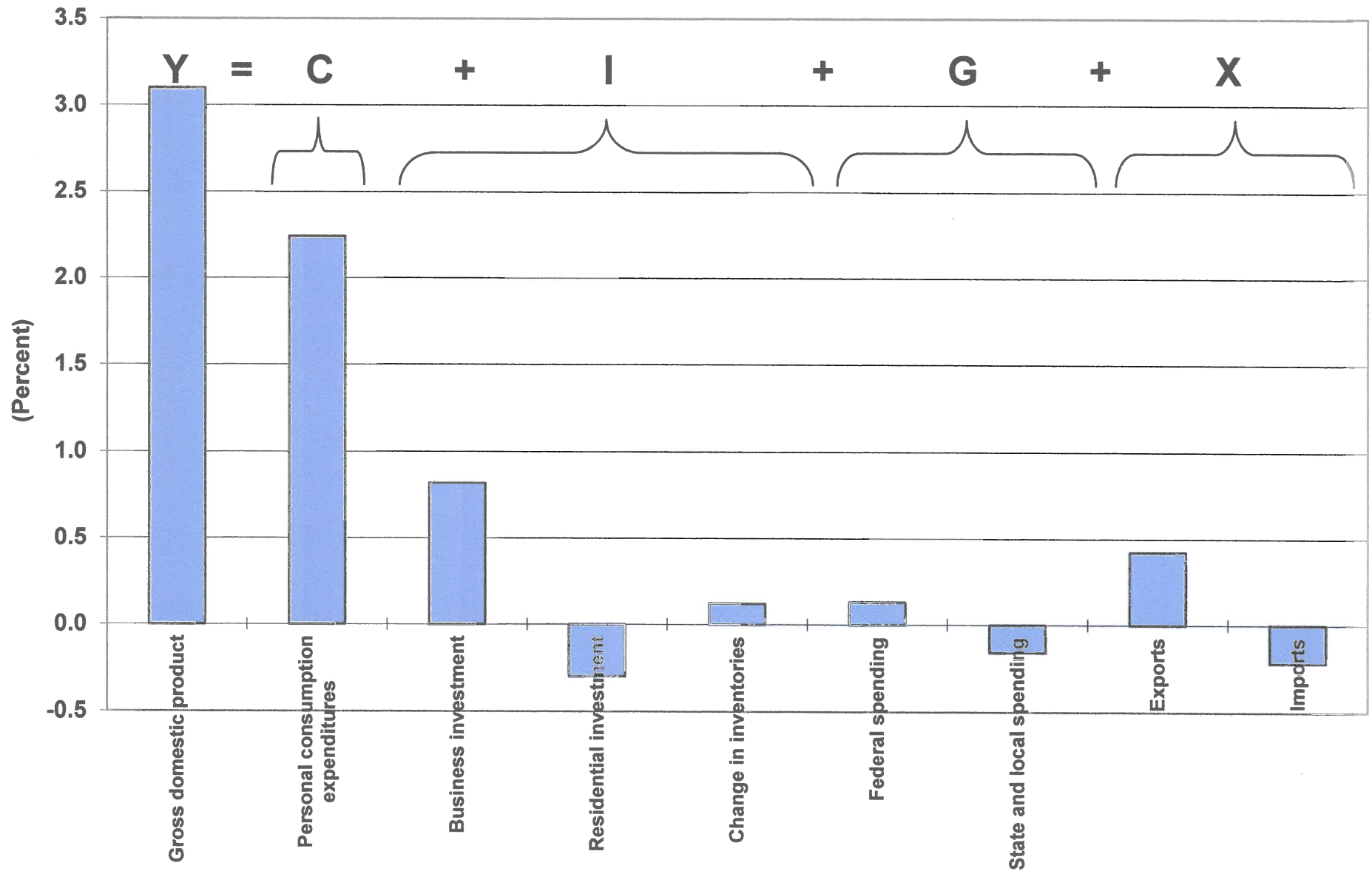


# Real Gross Domestic Product in the U.S.

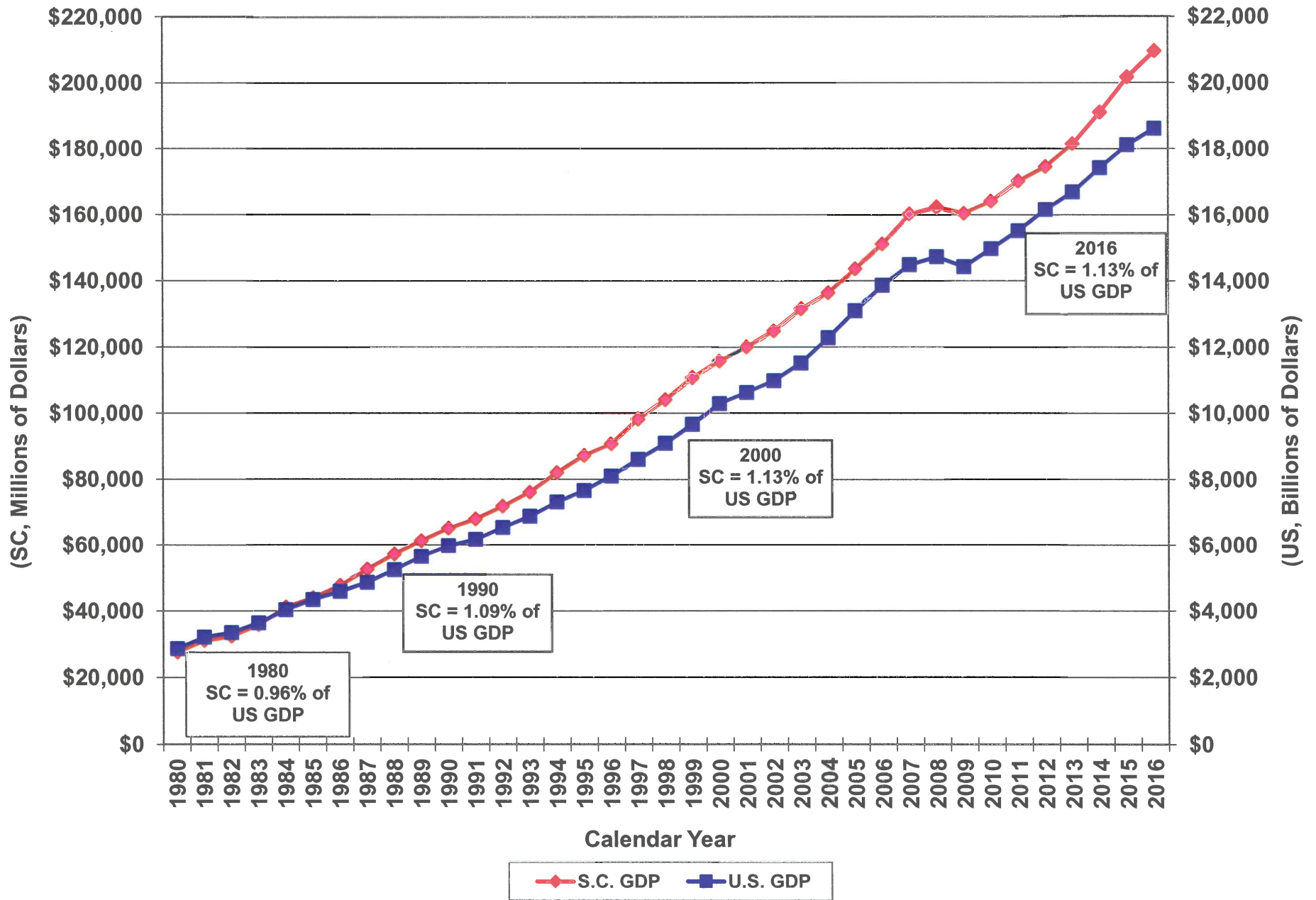


Source: U.S. Department of Commerce, Bureau of Economic Analysis

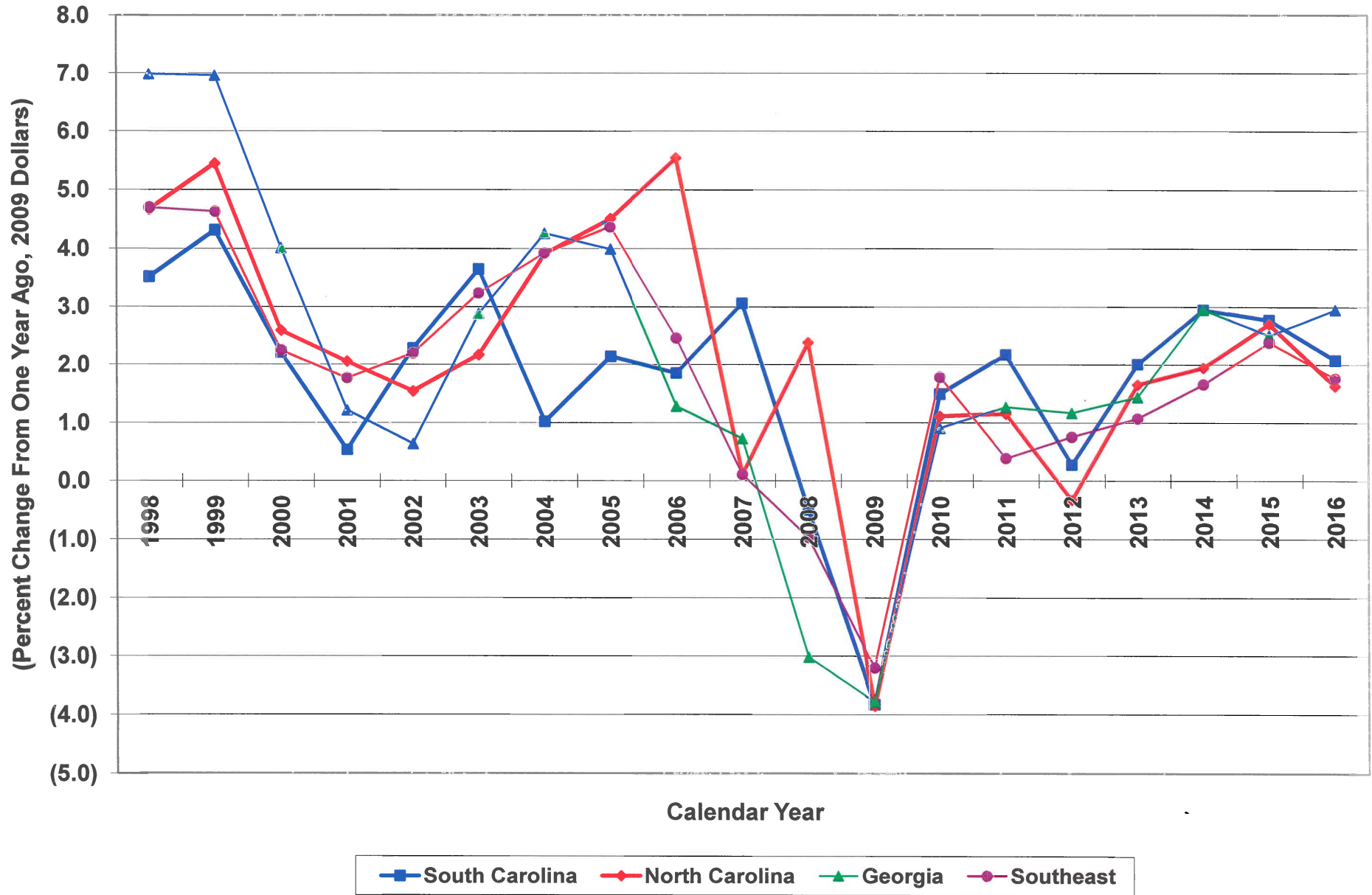
## Contribution to Real Gross Domestic Product in the U.S. 2017, Second Quarter, (Final Estimate)



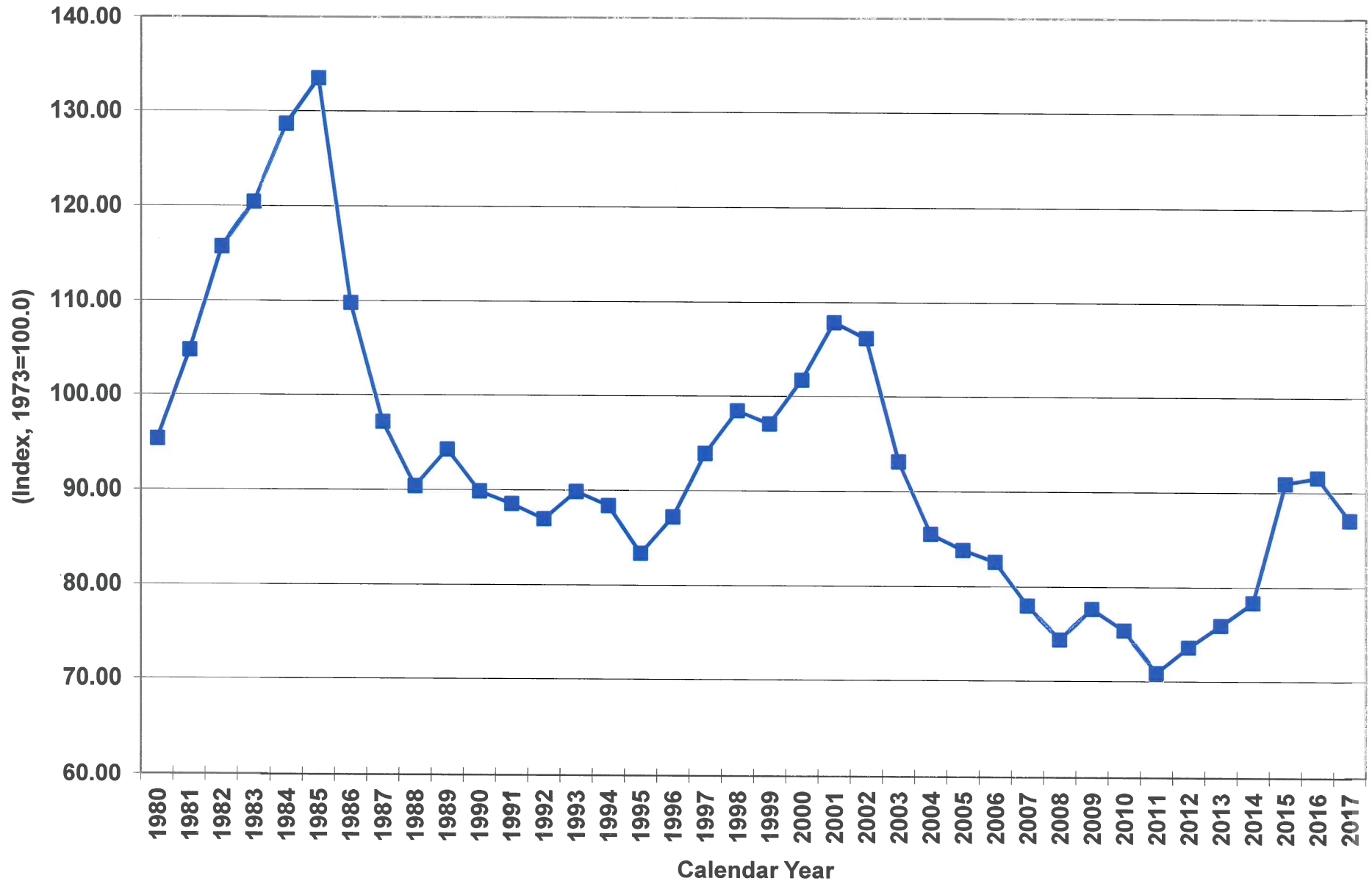
# Gross Domestic Product in the United States and South Carolina



## Growth in State Real Gross Domestic Product in Selected Southeast States



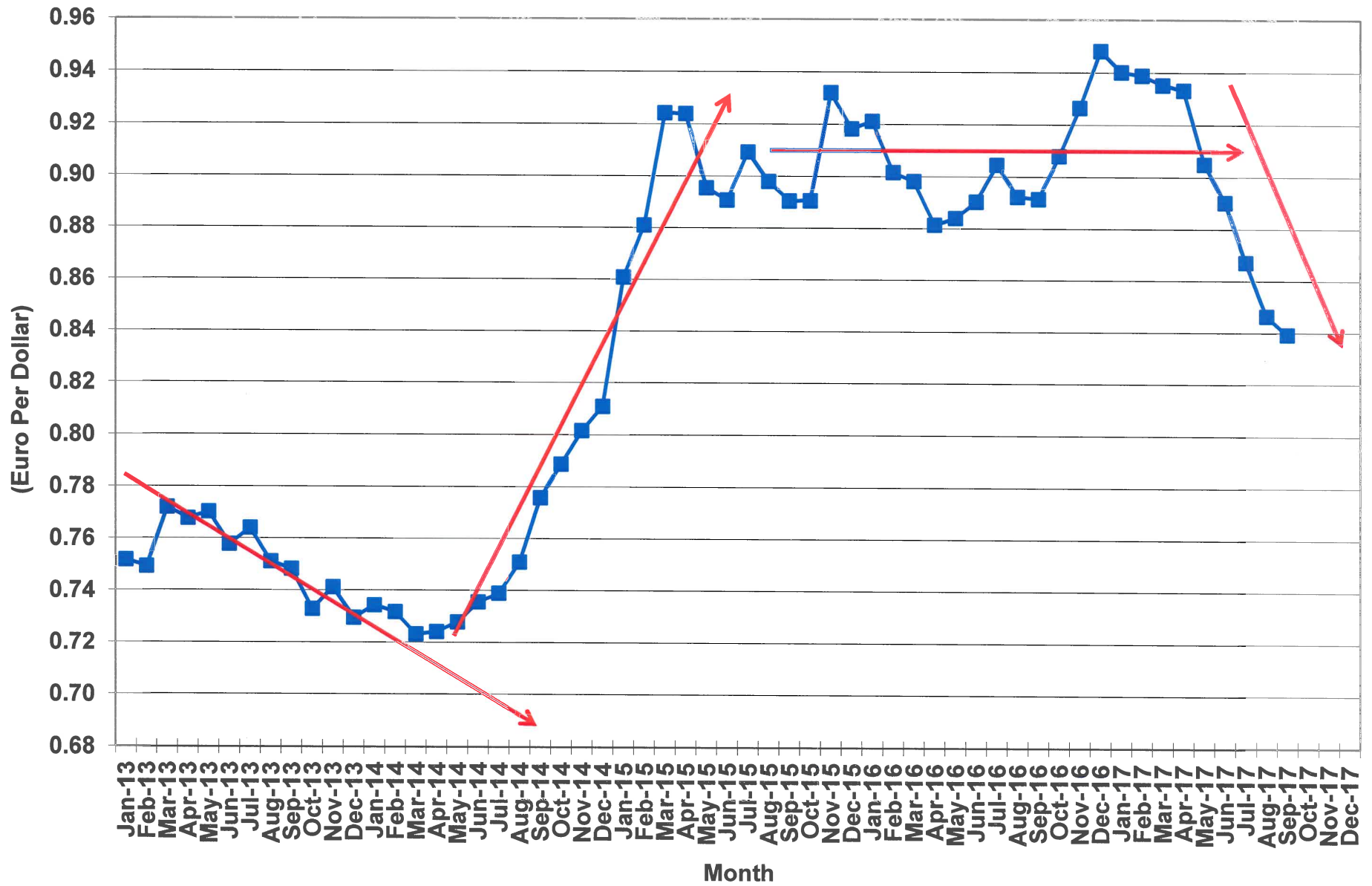
# Trade-Weighted U.S. Dollar Index of Major Currencies



Source: The Federal Reserve System, Washington, D.C

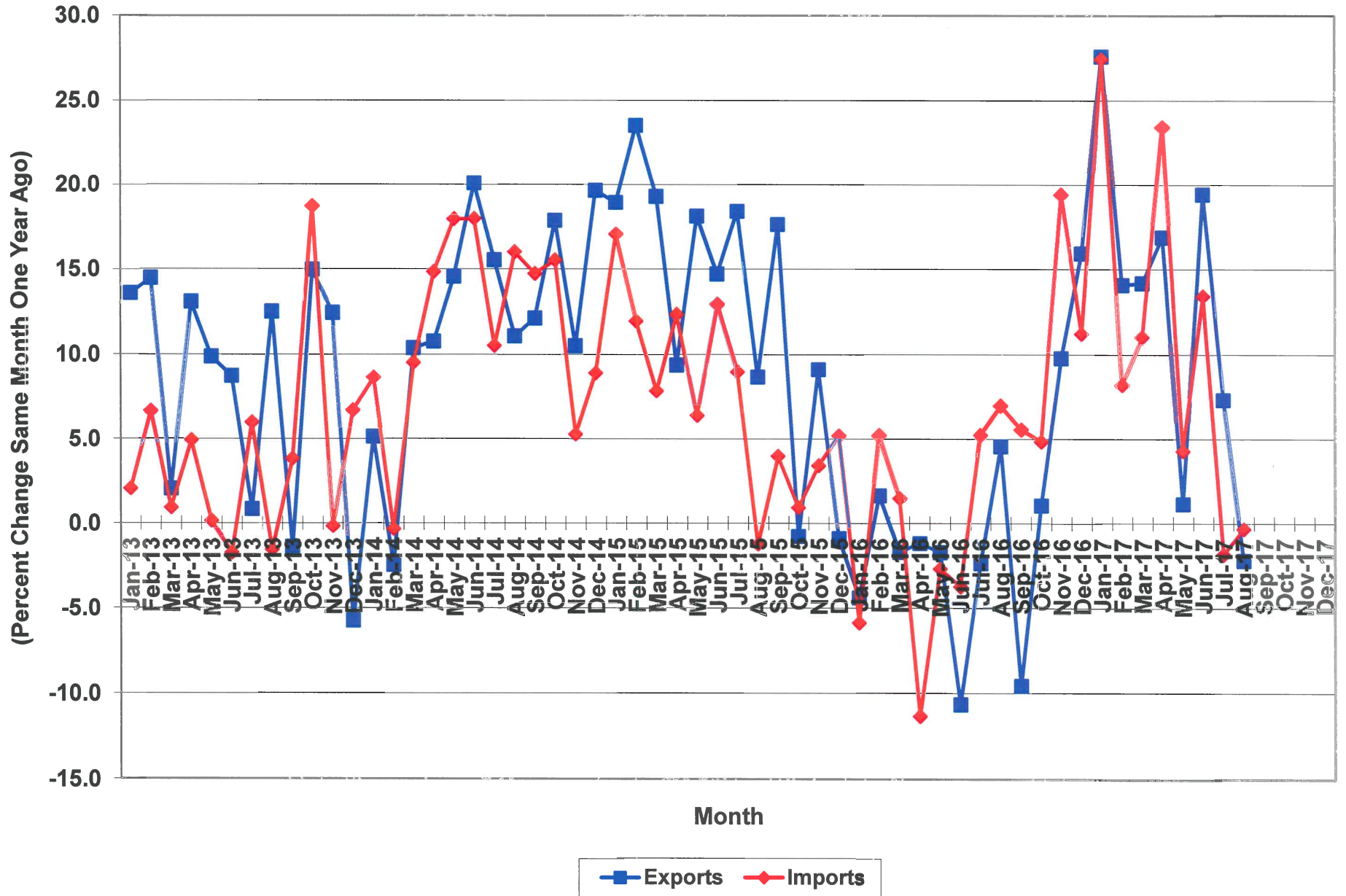
S.C. Board of Economic Advisors

## Value of the Euro vs. the U.S. Dollar

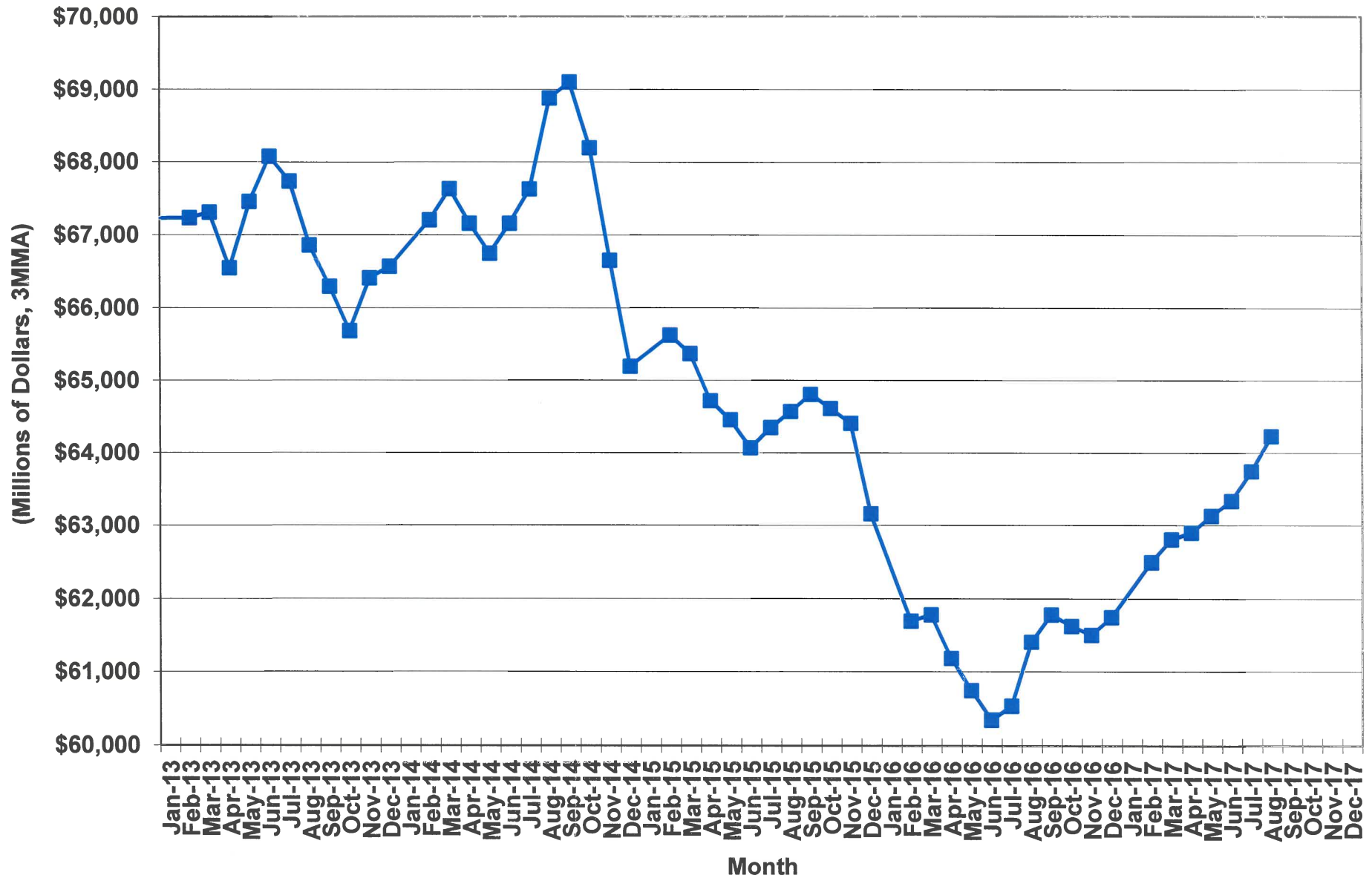


Source: The Board of Governors of the Federal Reserve System  
SCBEA/RWM/10/05/17

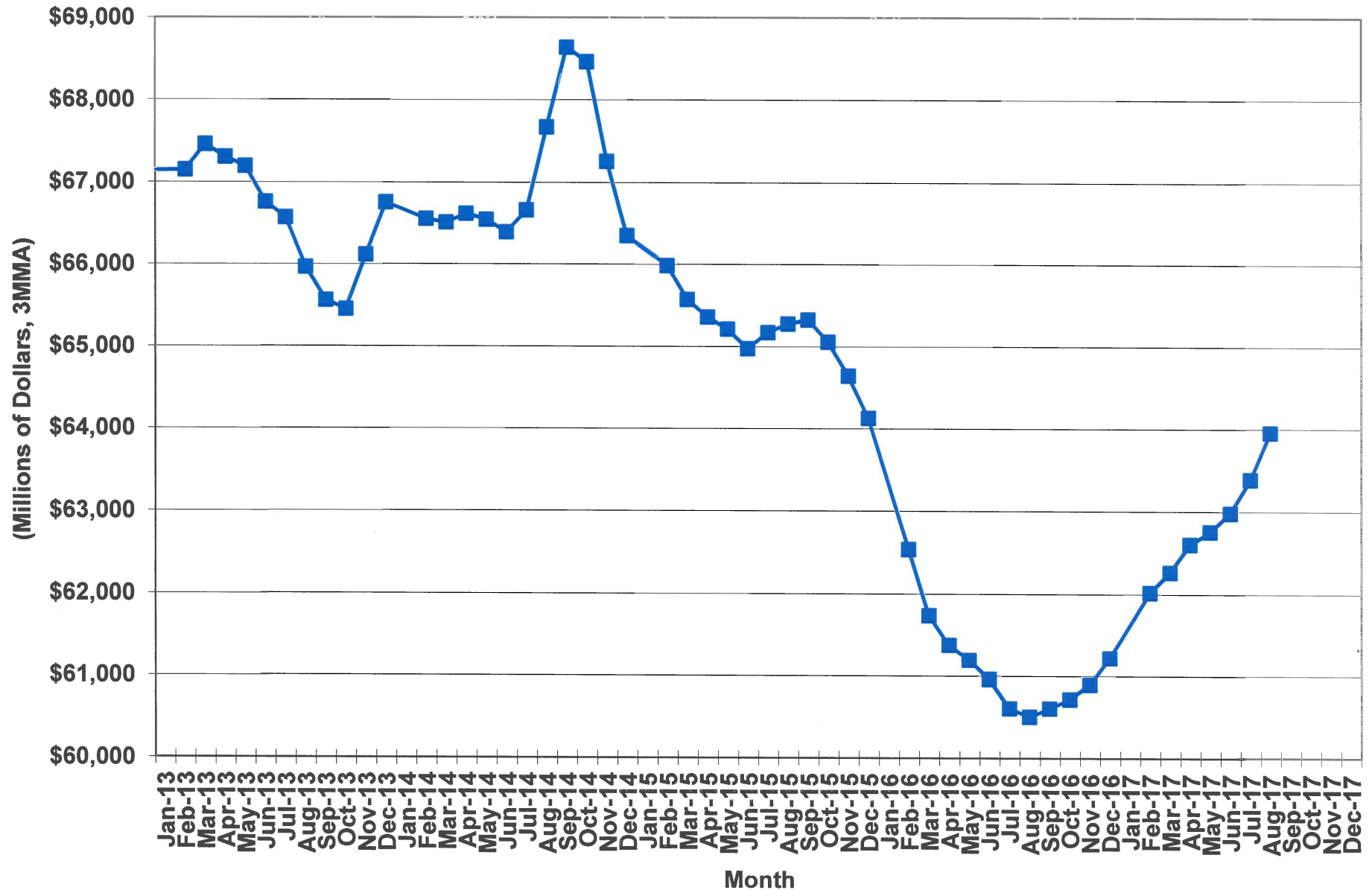
# Growth in Port Activity in South Carolina



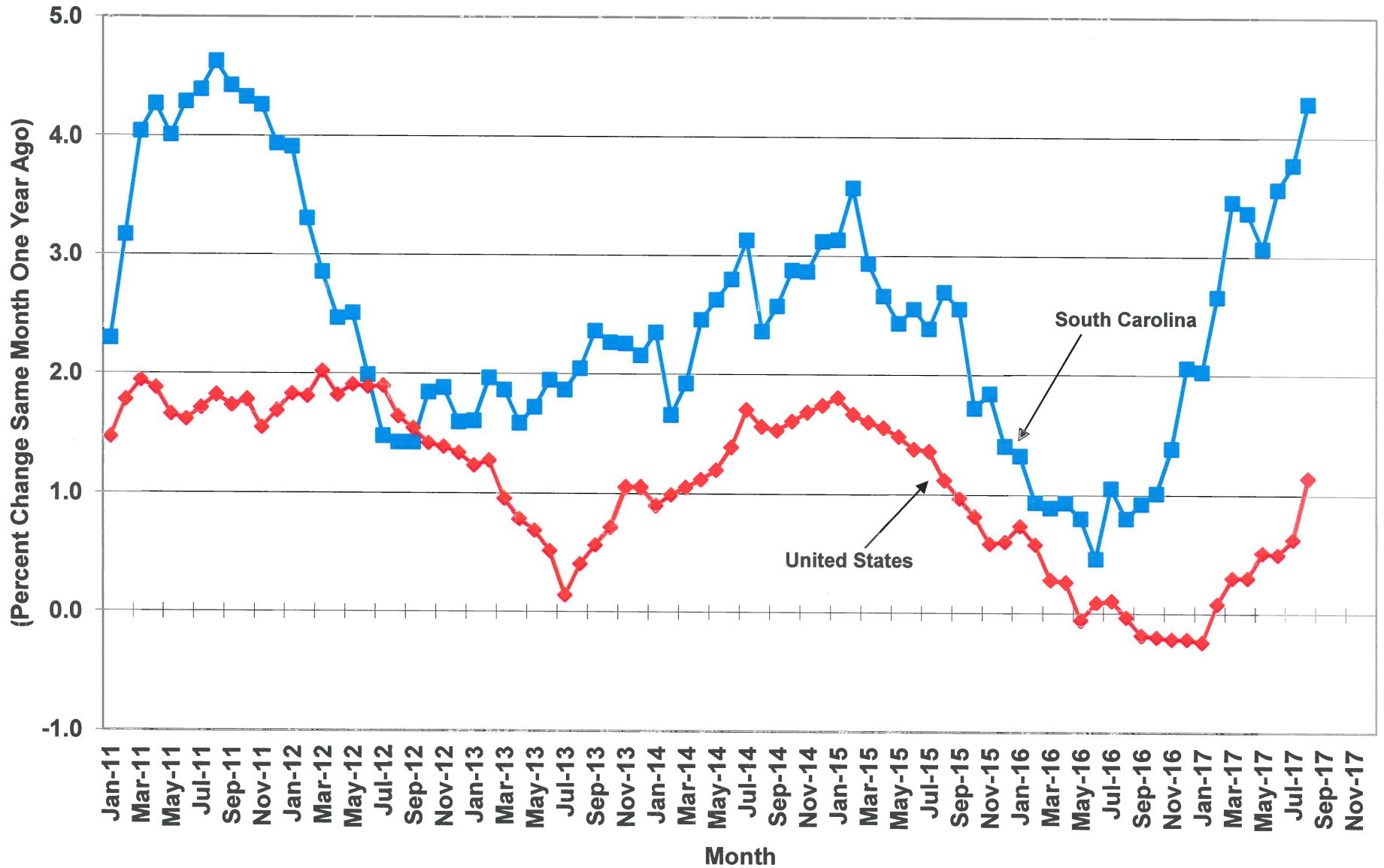
## Total Manufacturer's New Orders of Nondefense Capital Goods Excluding Aircraft in the U.S.



## Total Manufacturer's Shipments of Nondefense Capital Goods Excluding Aircraft in the U.S.



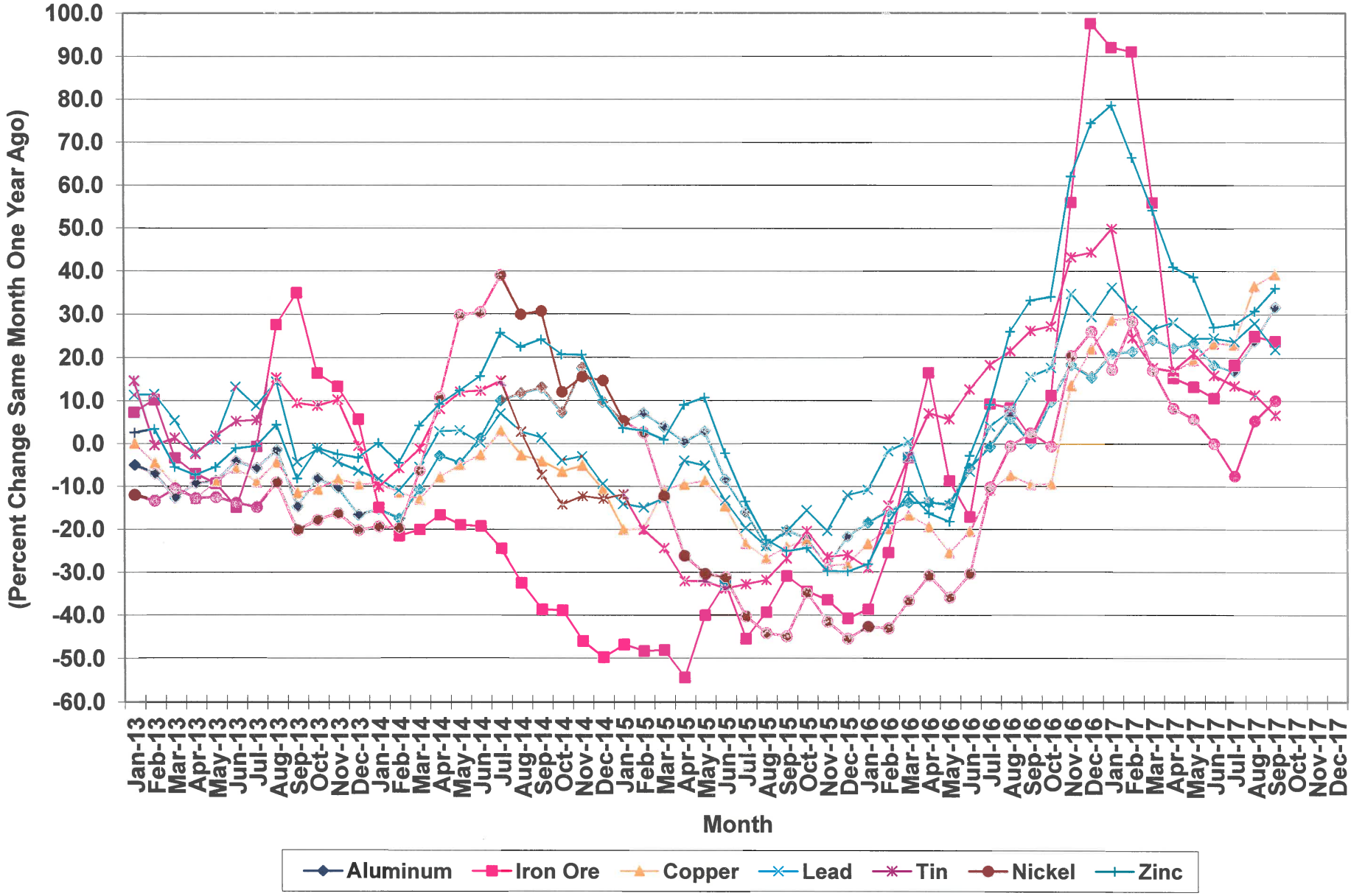
# Growth in Manufacturing Employment in SC and US



Source: U.S. Department of Labor, Bureau of Labor Statistics, Washington, D.C.  
BEA/RWM/03/24/17

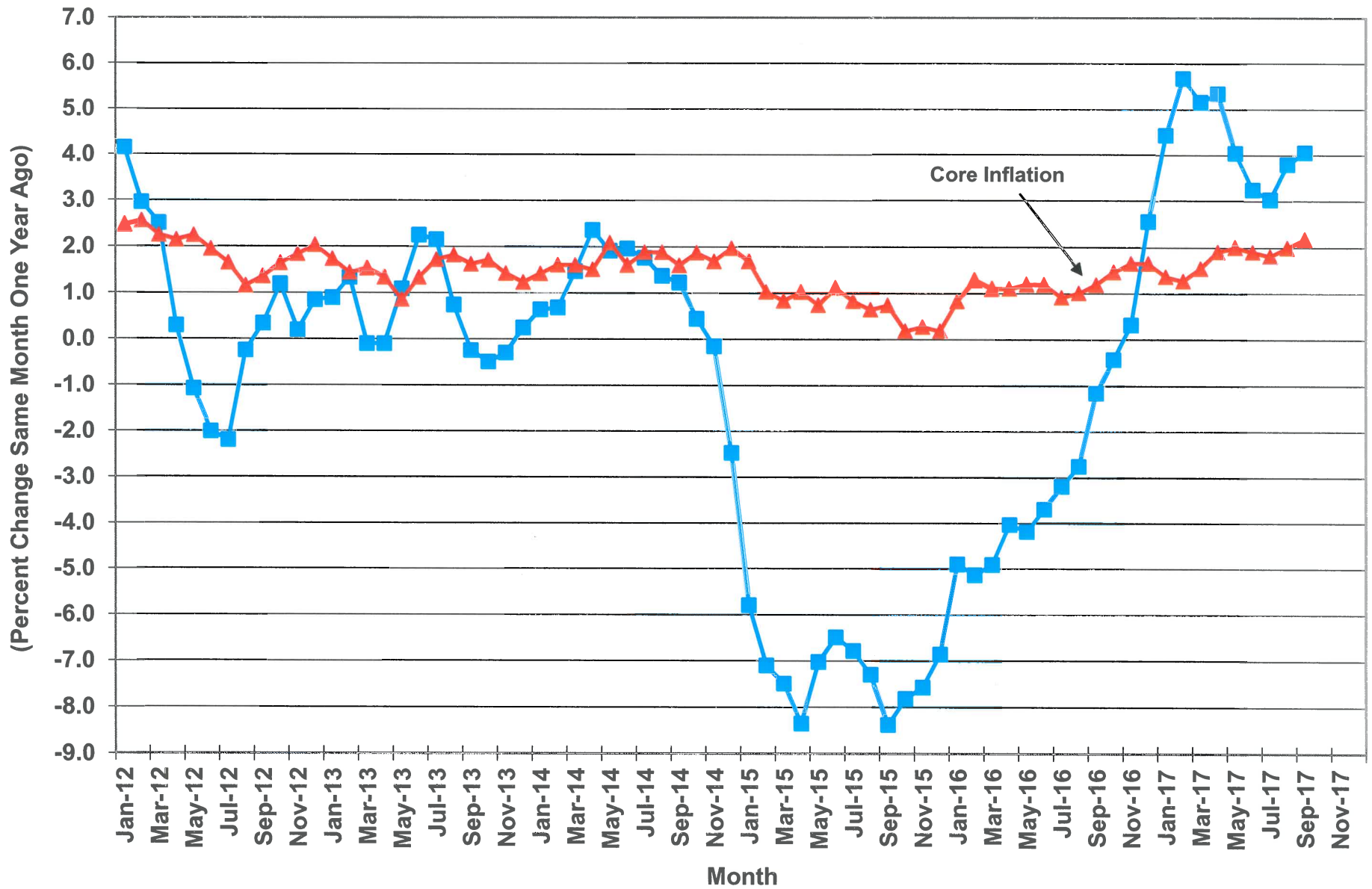
Source: Board of Economic Advisors

# Growth in Industrial Metals Prices

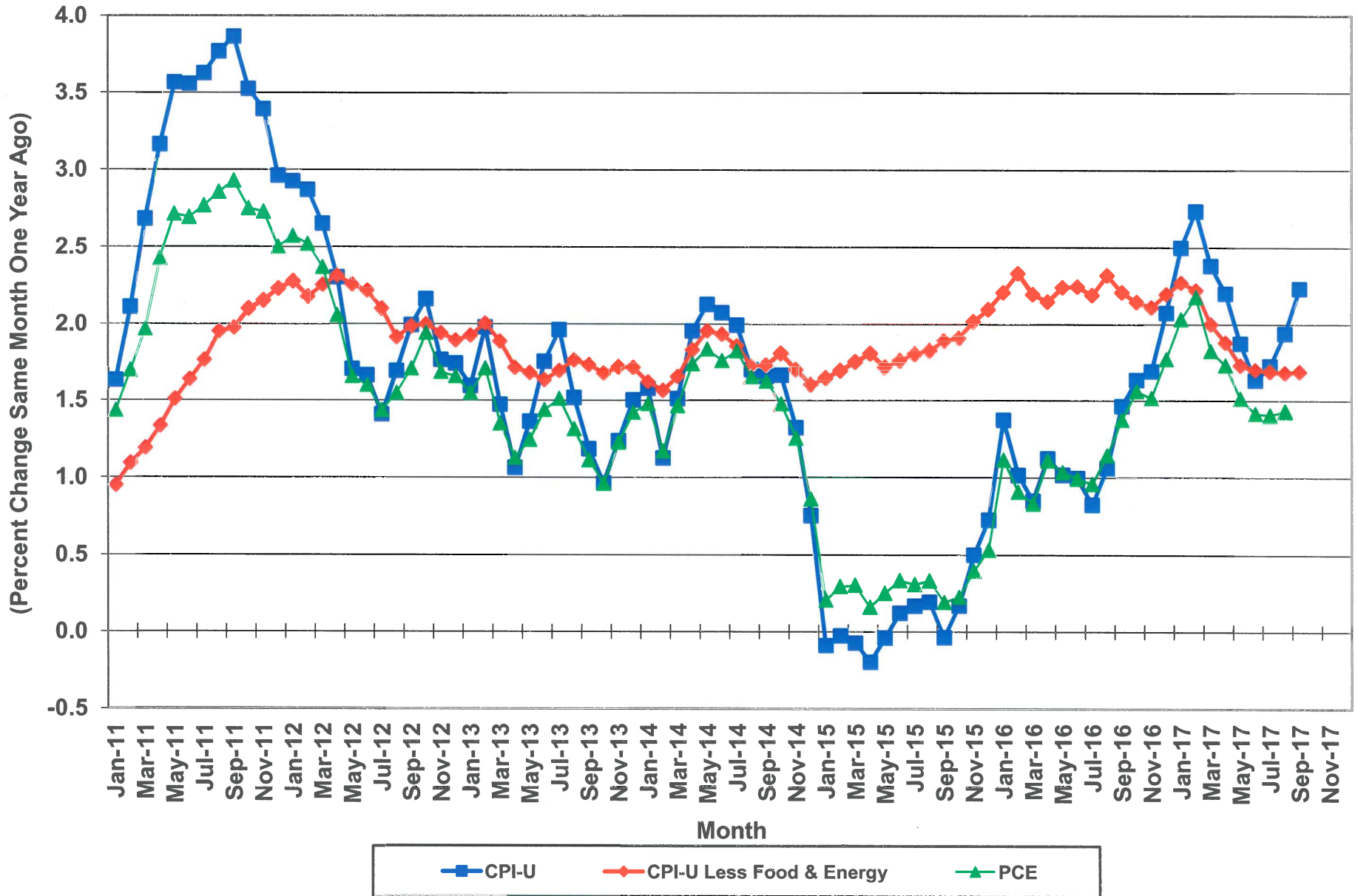


Source: The Chicago Mercantile Exchange

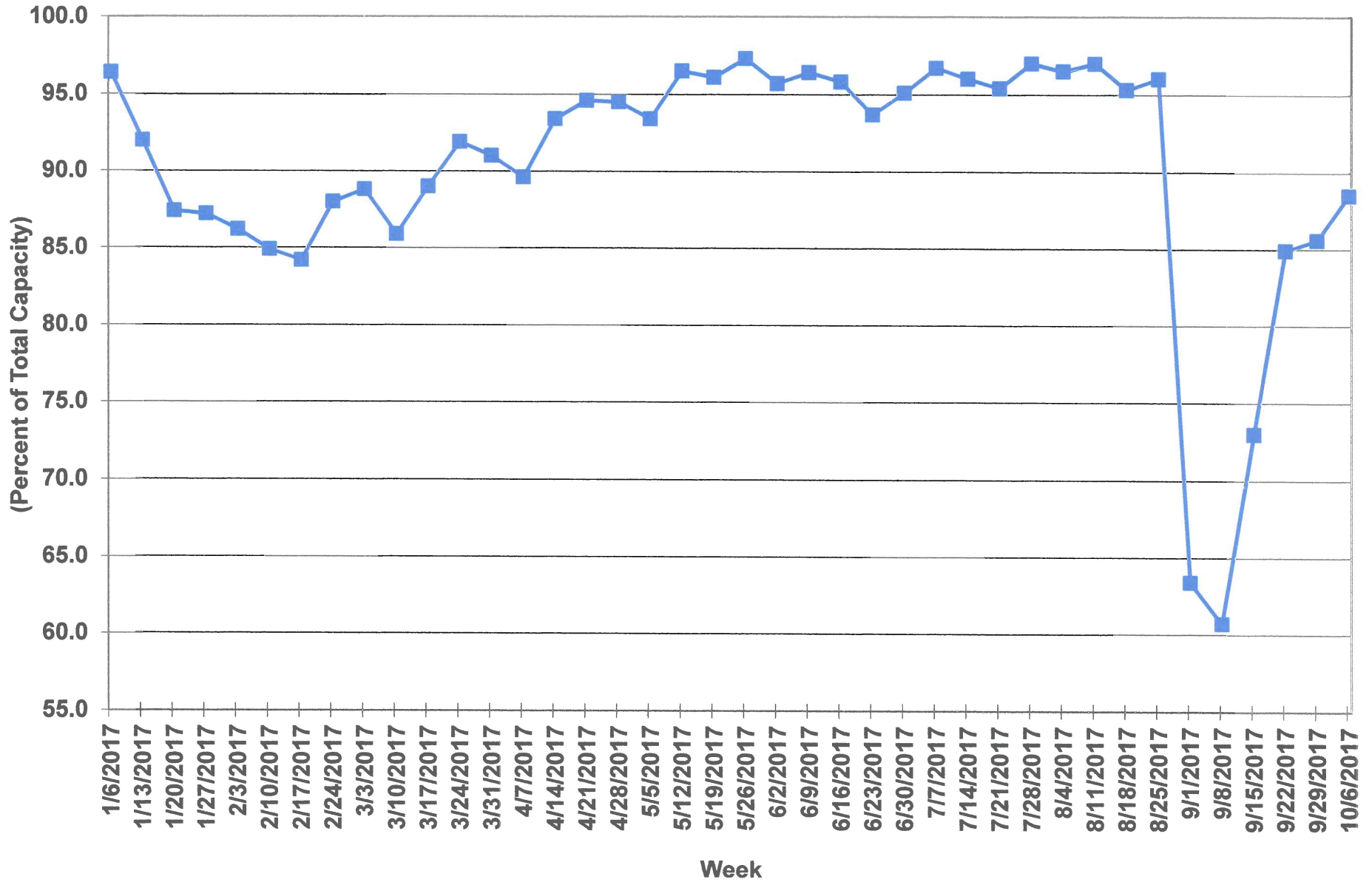
# Producer Price Inflation (PPI) in the United States



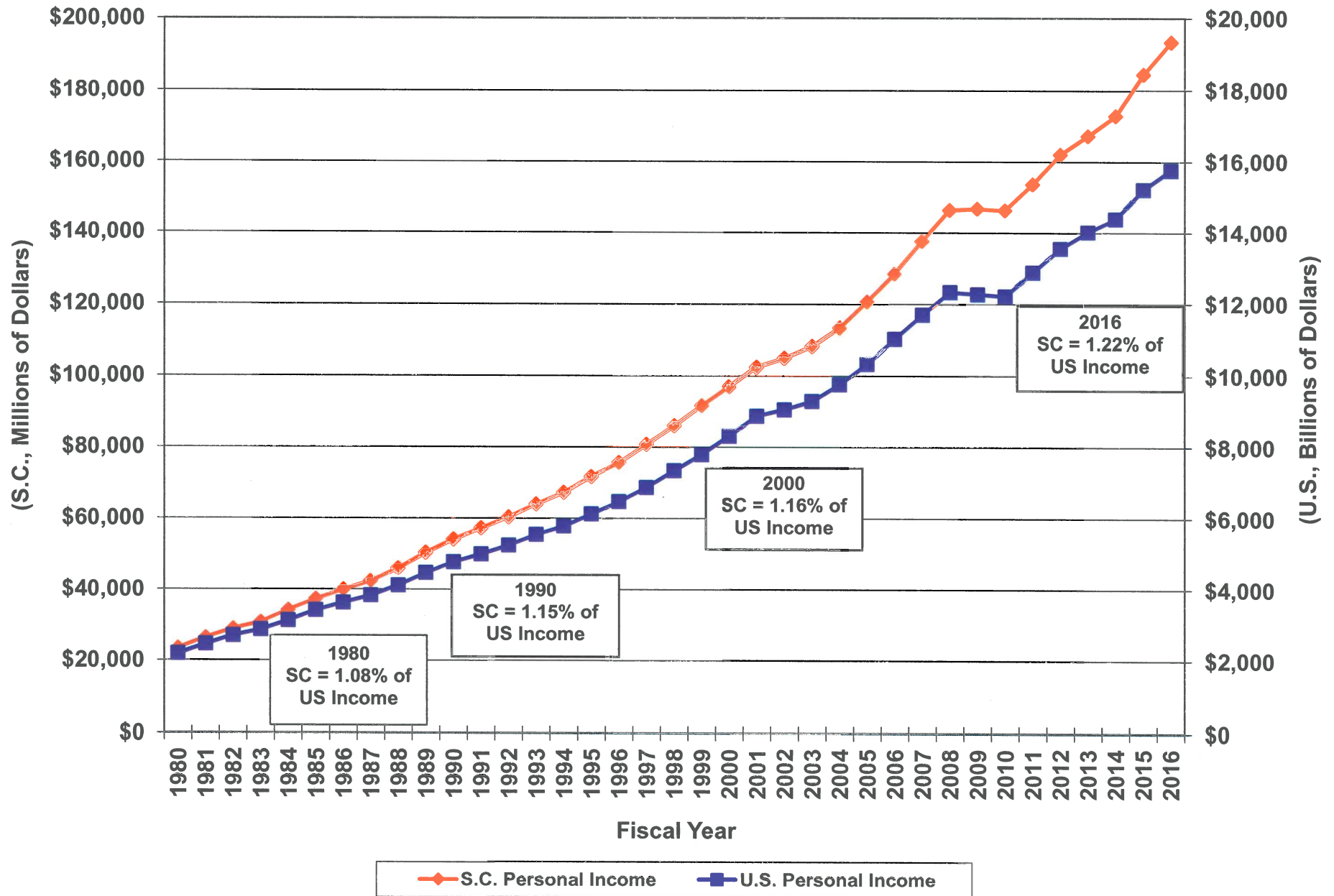
# Inflation in the United States



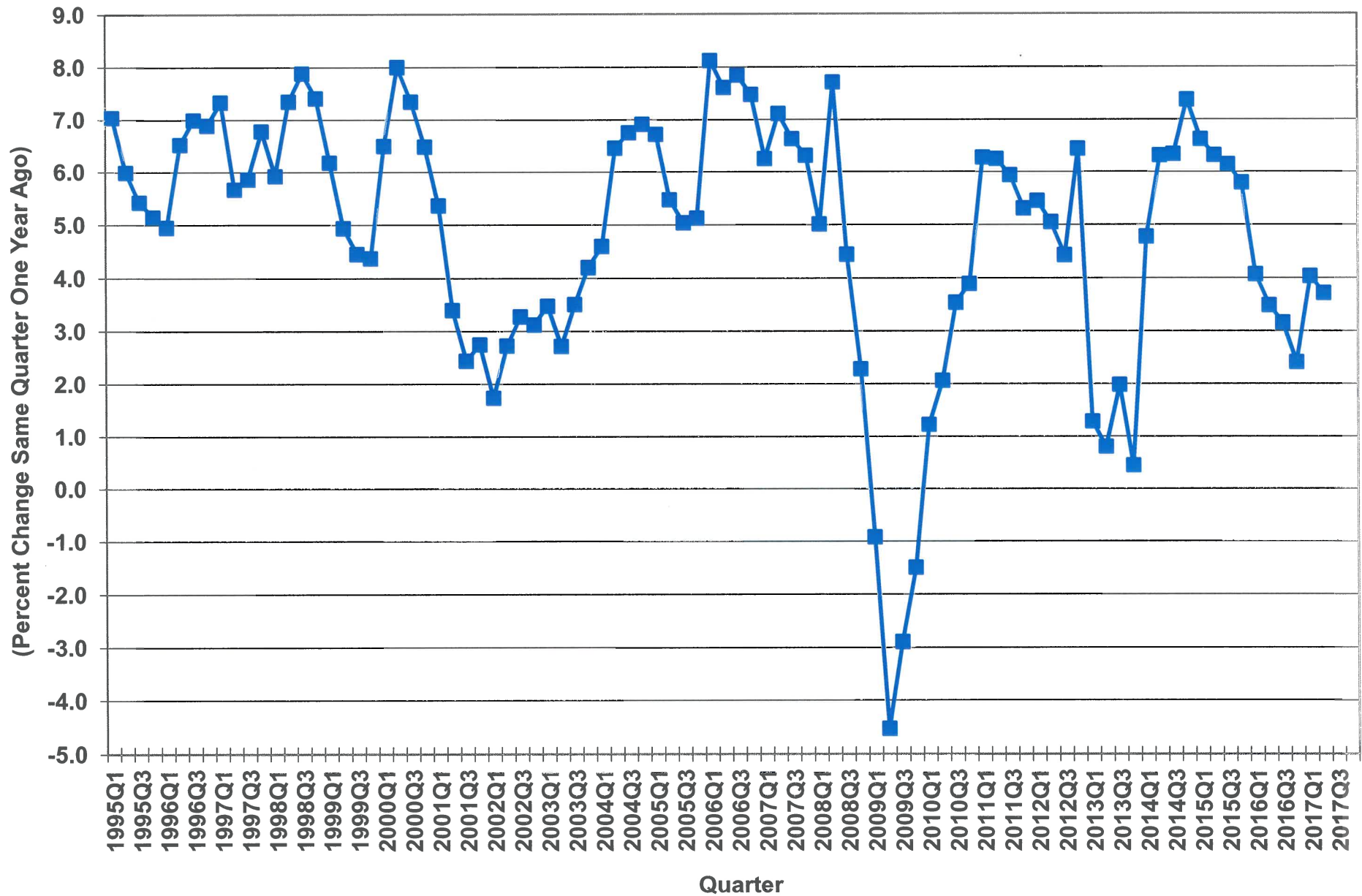
# Refinery Capacity in the Gulf Coastal Region



# Personal Income in the United States and South Carolina

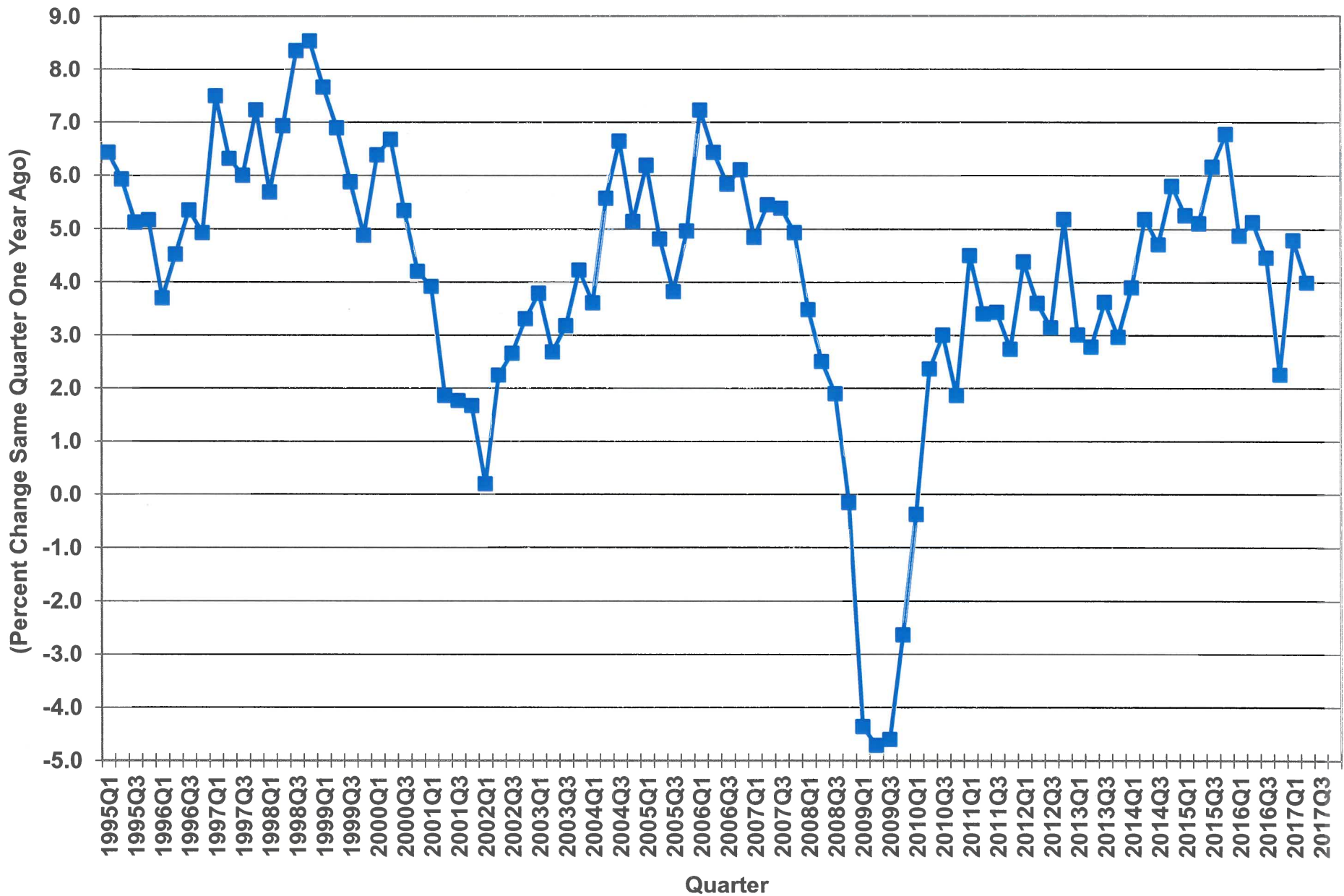


# Growth in Personal Income in South Carolina



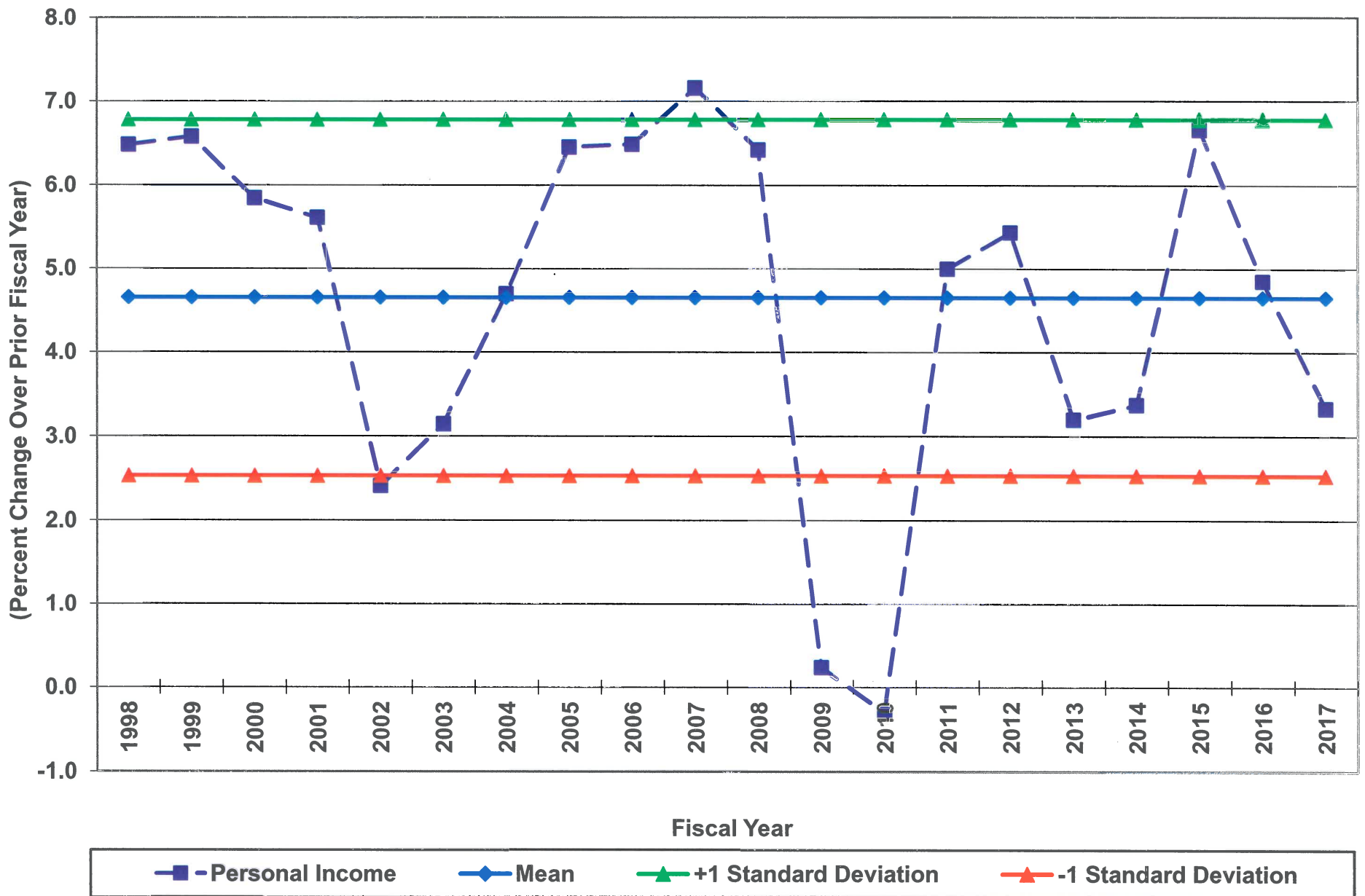
Source: U.S. Department of Commerce, Bureau of Economic Analysis, Washington, D.C.

# Growth in Wages and Salaries in South Carolina



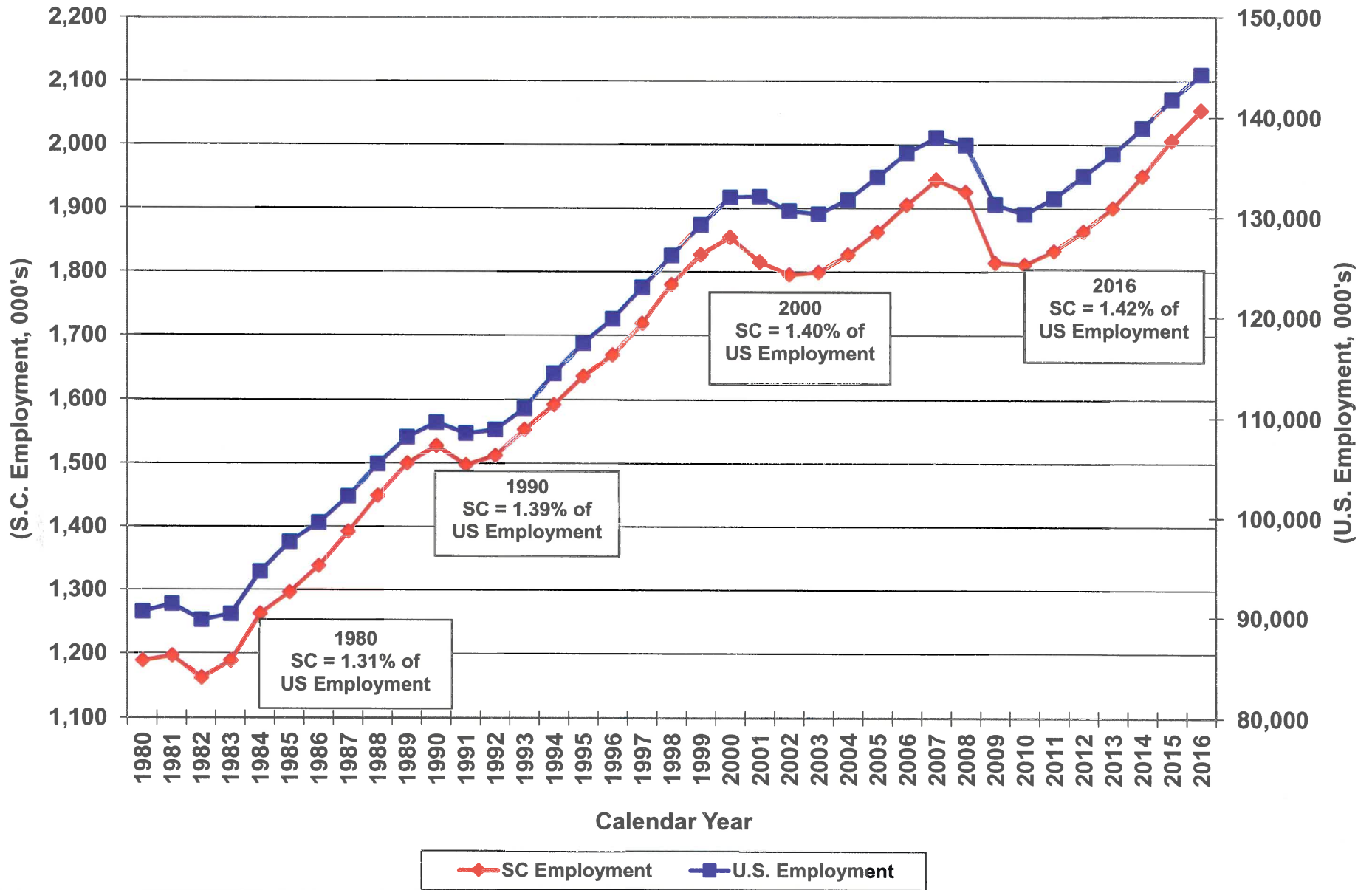
Source: U.S. Department of Commerce, Bureau of Economic Analysis, Washington, D.C.

# Growth in Personal Income in South Carolina

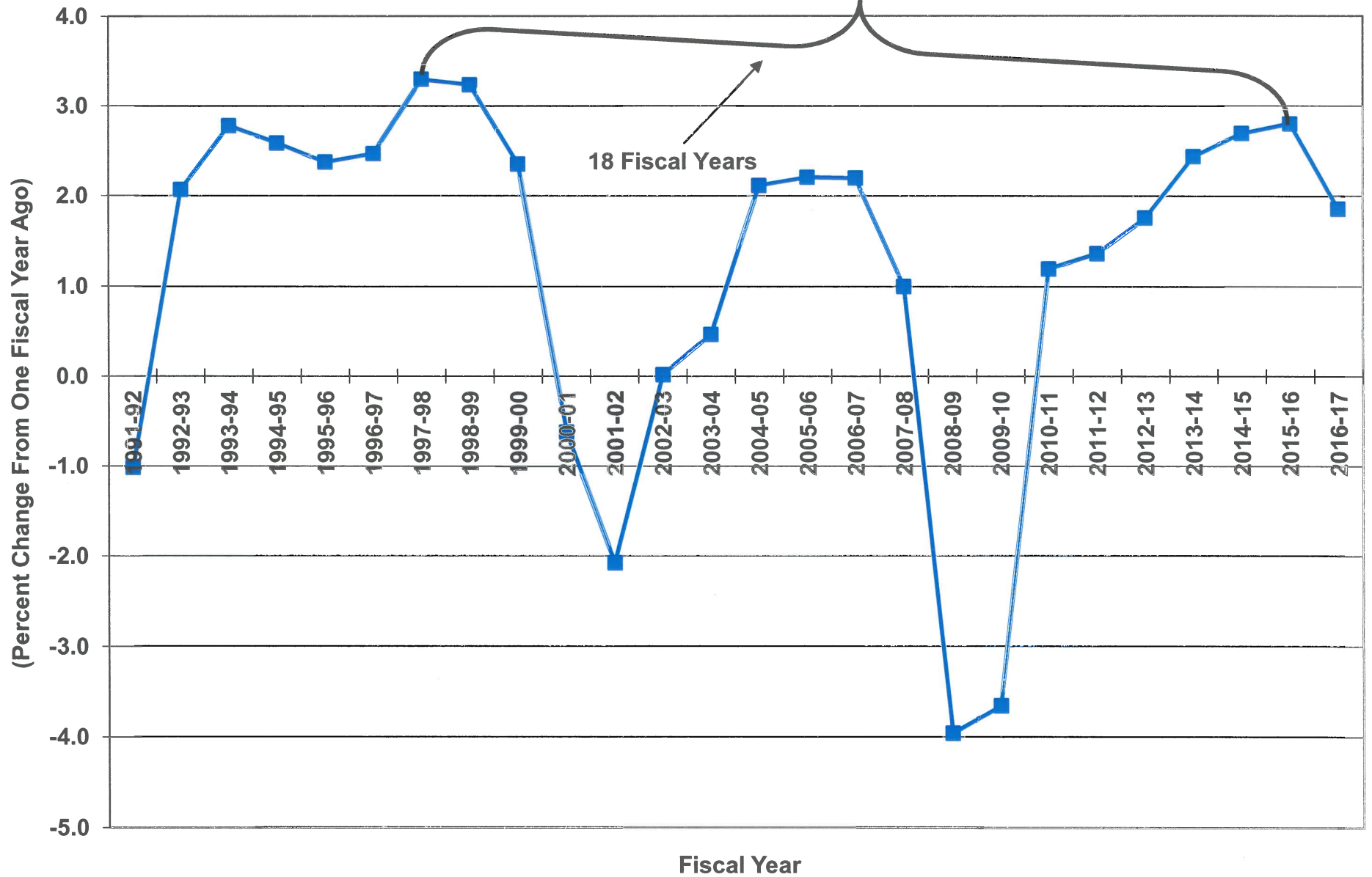


Source: Board of Economic Advisors  
BEA/RWM/09/26/17

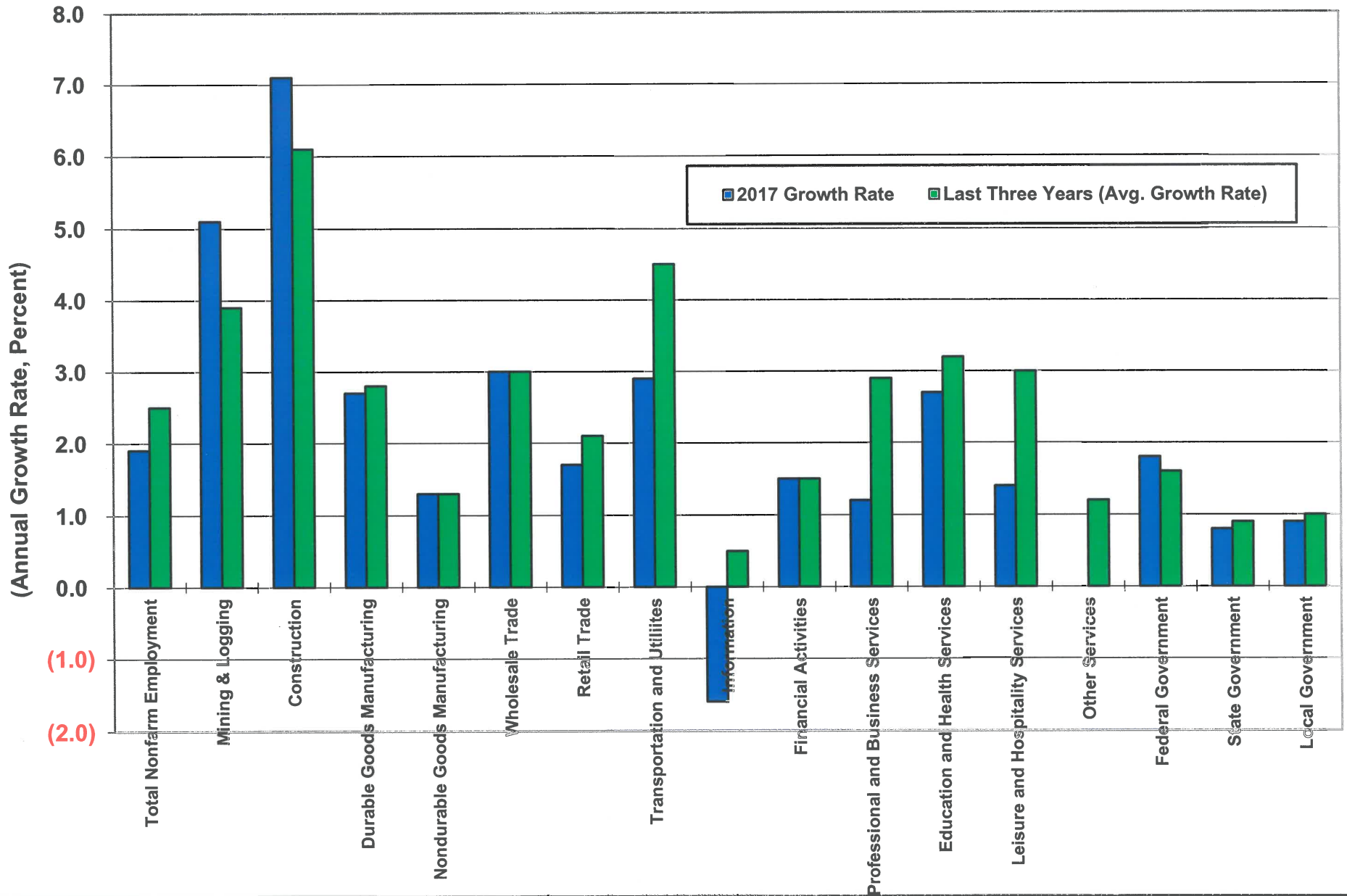
# Total Nonfarm Employment in the United States & South Carolina



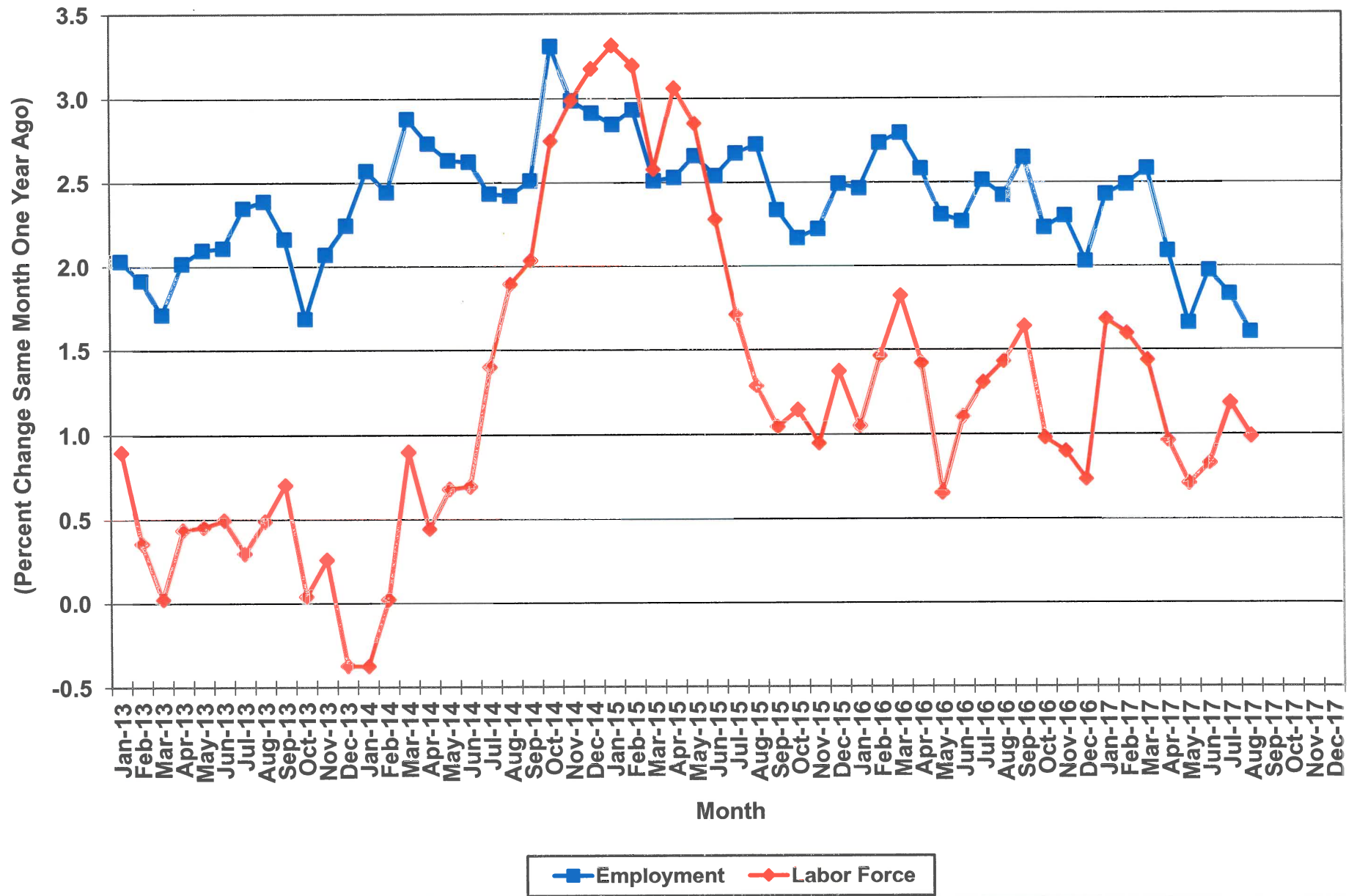
# Employment Growth in South Carolina



## Comparison of Growth in Nonfarm Employment By Industry in South Carolina



# Change in the Labor Force in South Carolina



**Summary of Economic and General Fund Revenue Forecast**  
**Fiscal Years 2017-18 and 2018-19**  
**(Figures are Percent Changes)**

Variable	FY2017-18	FY2018-19
<b>Economic Forecast</b>		
Real U.S. GDP	2.3	2.2
S.C. Personal Income	4.25	4.50
S.C. Employment	1.6	1.6
Inflation	2.0	2.0
Interest Rates	+	+
<b>Revenue Forecast</b>		
Sales Tax	4.2	4.5
Individual Income Tax	4.3	3.8
Corporation Income Tax	7.5	4.9
<b>Total General Fund Revenue</b>	<b>4.1</b>	<b>4.1</b>

Source: Board of Economic Advisors

BEA/RWM/10/19/17