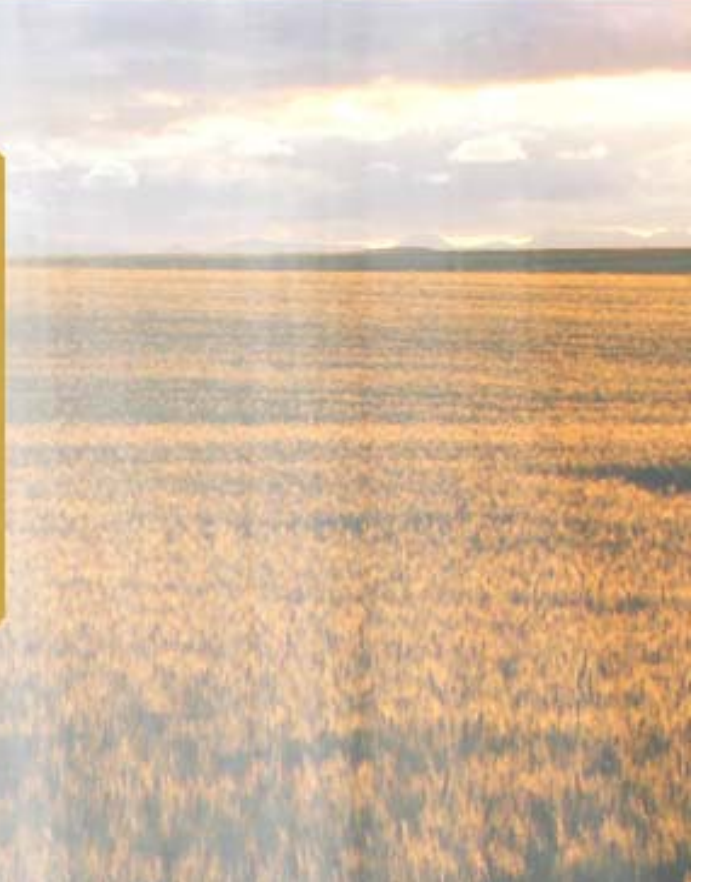




Outlook 2010:

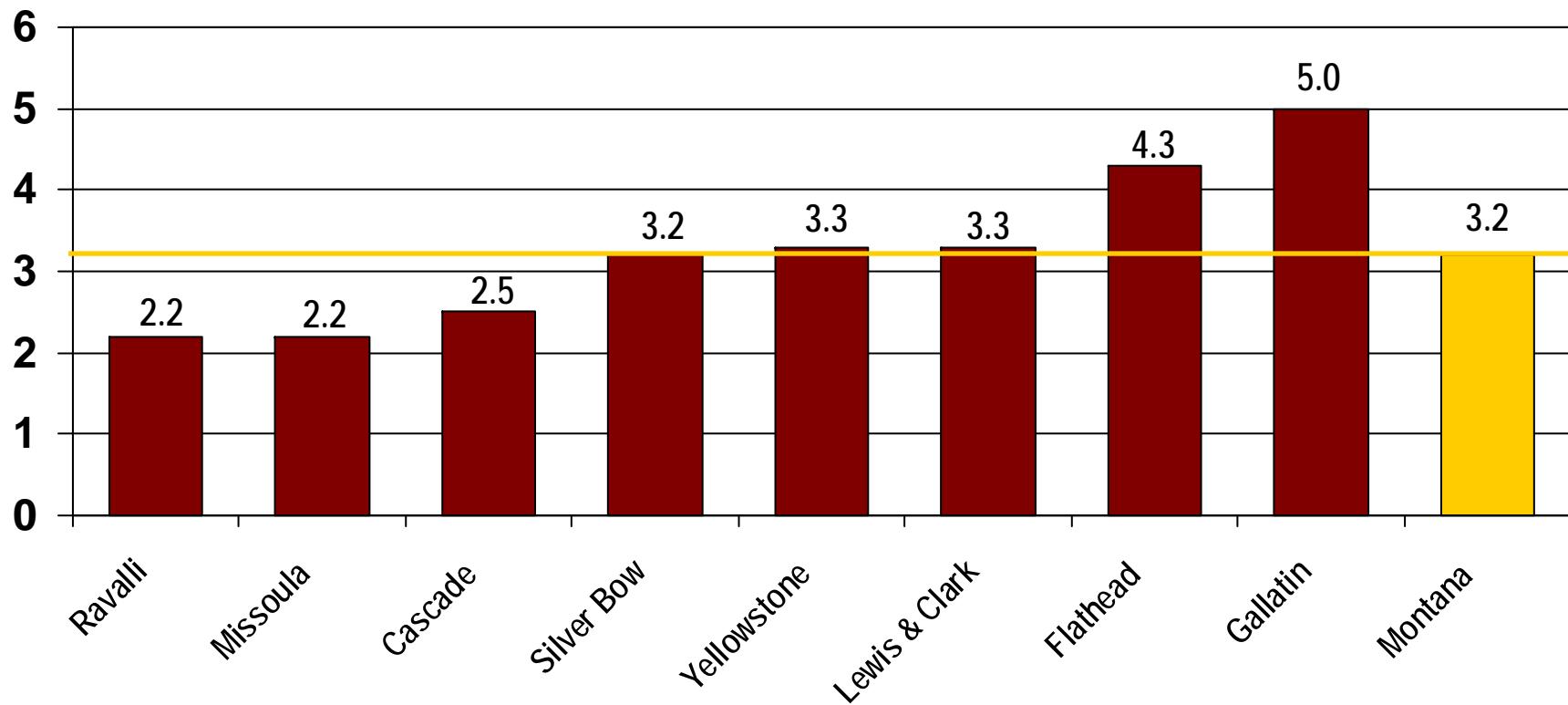
Different City, Different Recovery

By Paul E. Polzin
Director Emeritus
Bureau of Business and Economic Research
The University of Montana



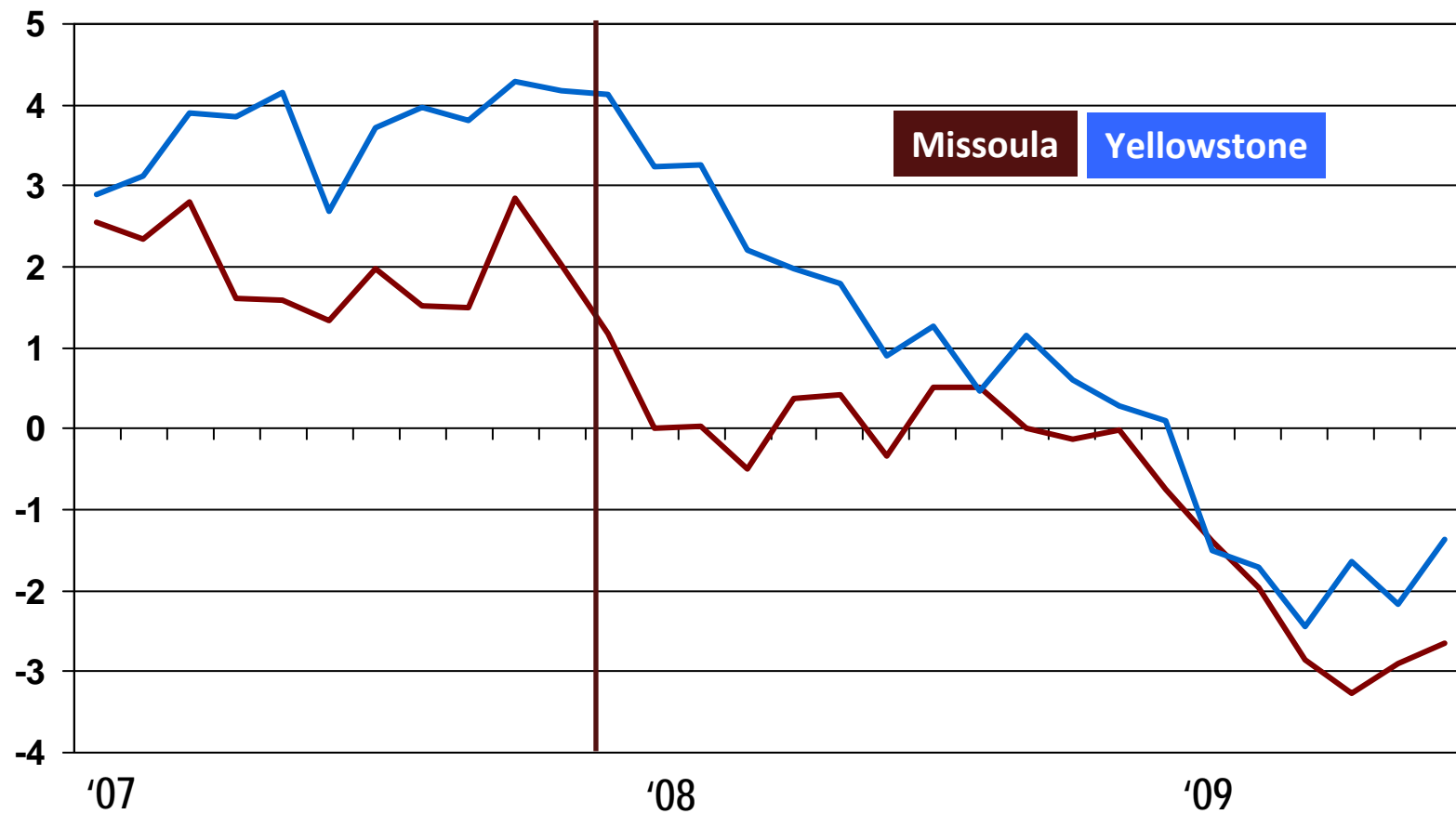
Annual Percent Change in Nonfarm Labor Income (in Constant Dollars) 2001-2007

Percent



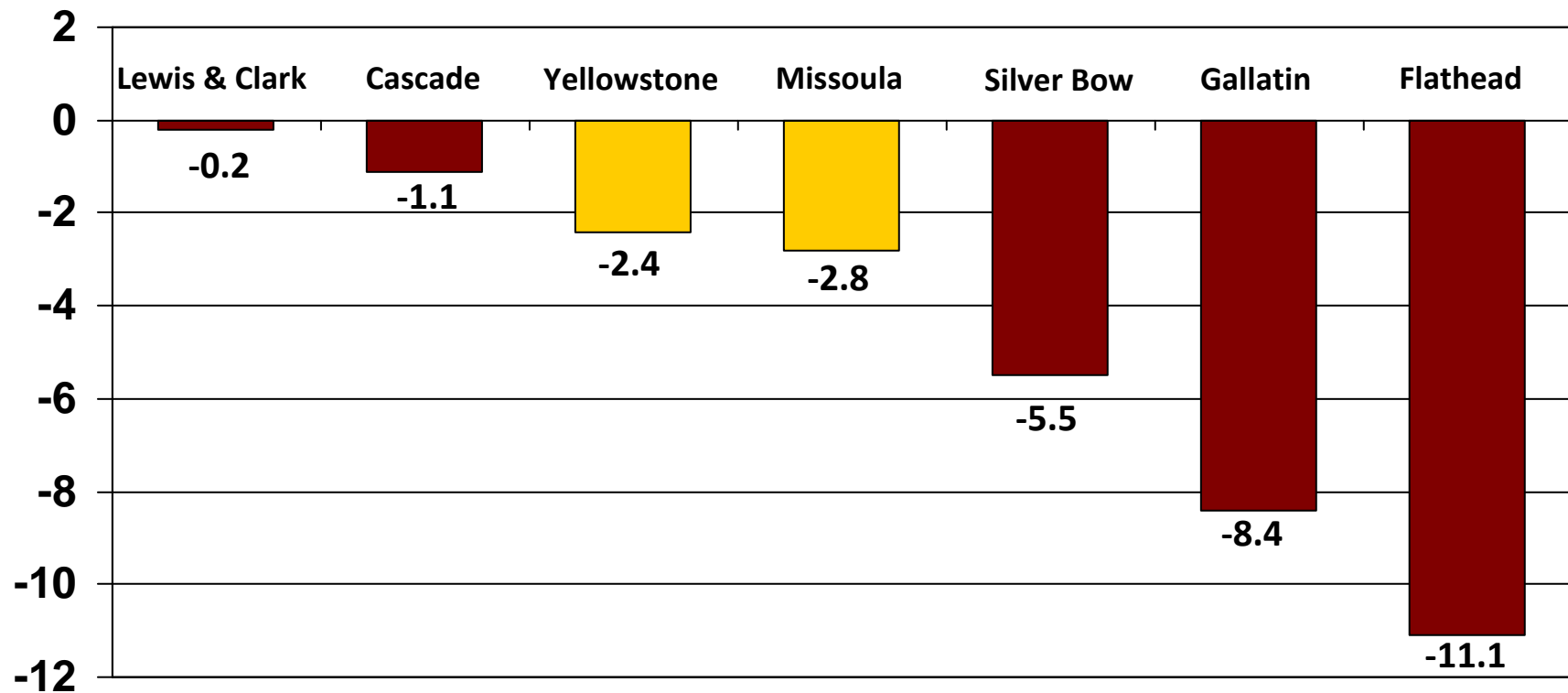
Annual Percent Change in Total Employment

Recession Declared, Dec. 2007



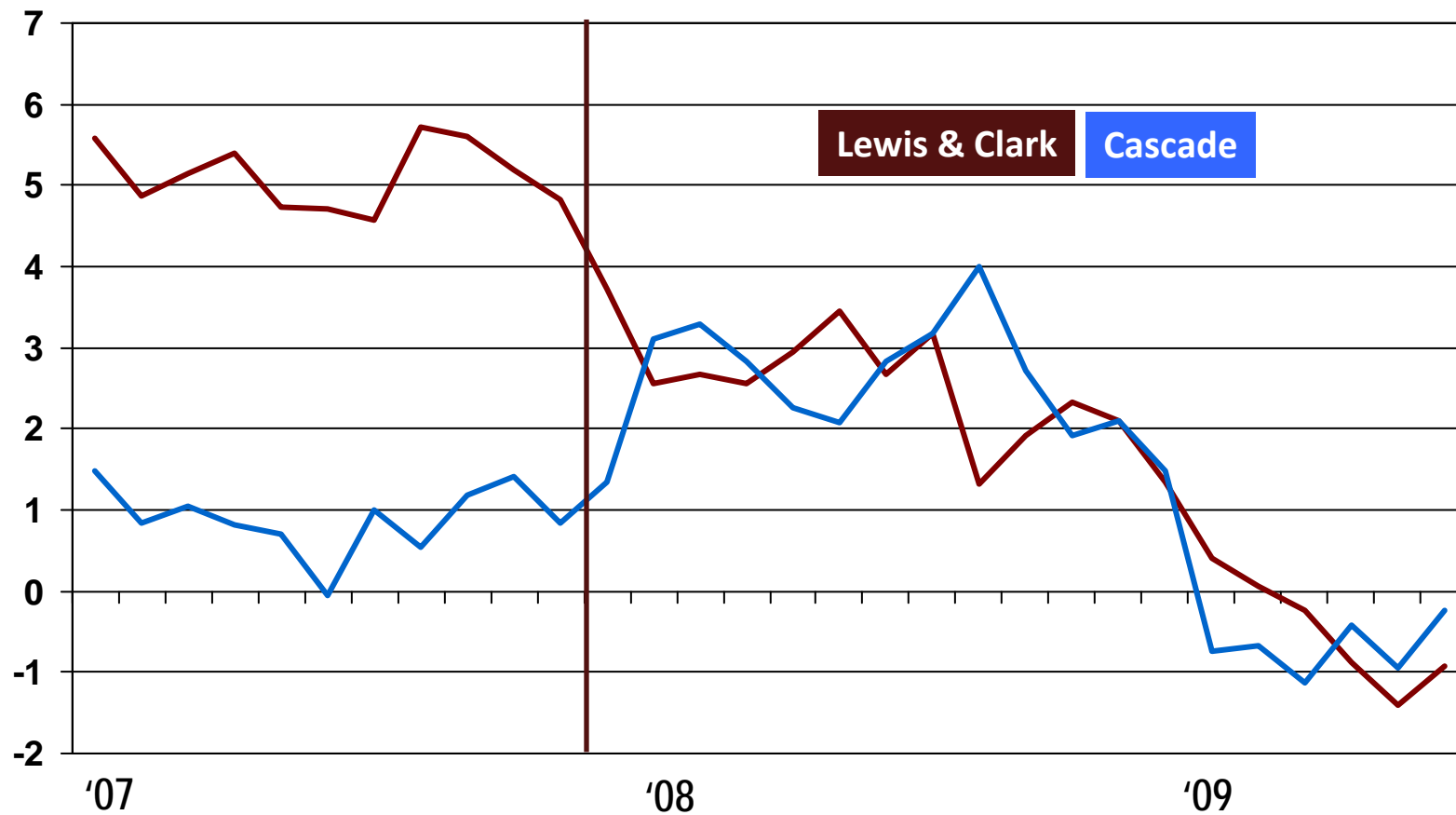
Annual Percent Change in Total Employment, March 2008 to March 2009

Percent



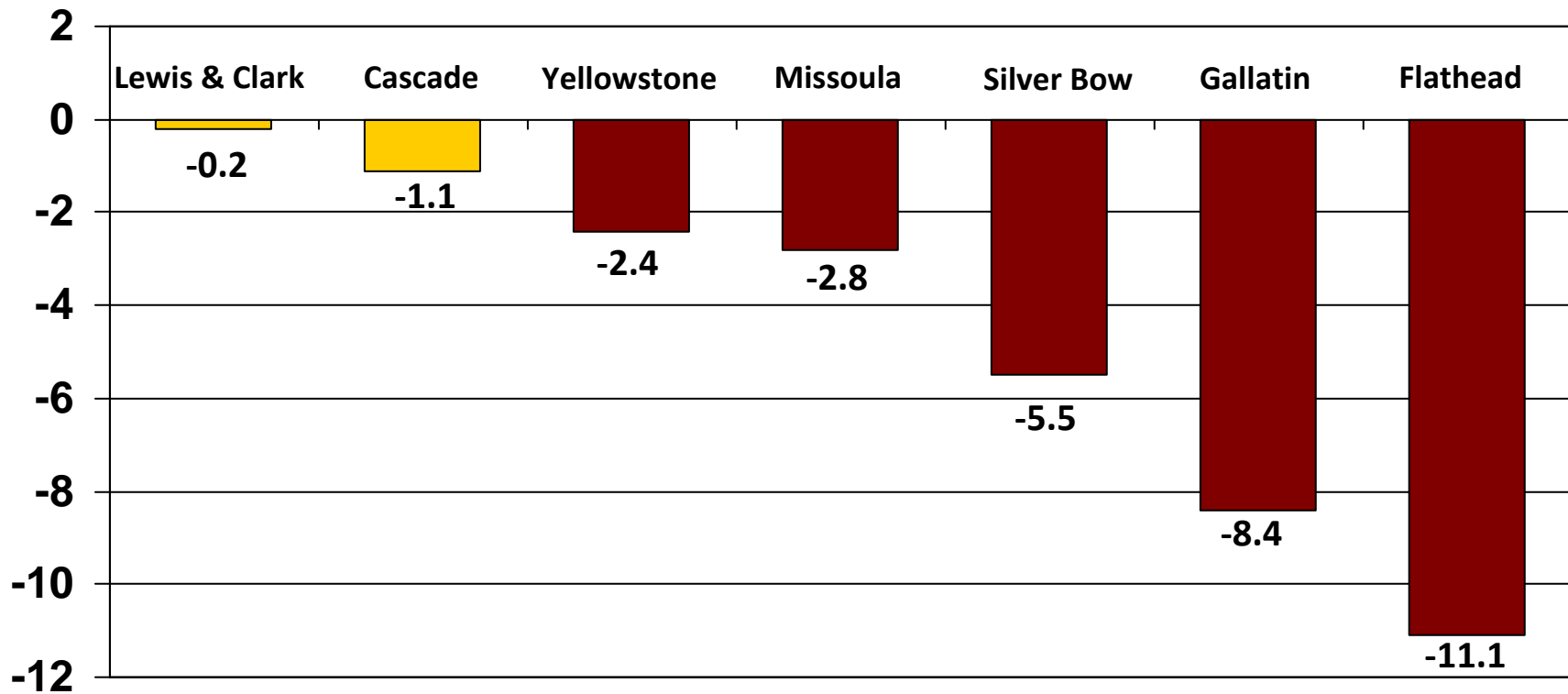
Annual Percent Change in Total Employment

Recession Declared, Dec. 2007



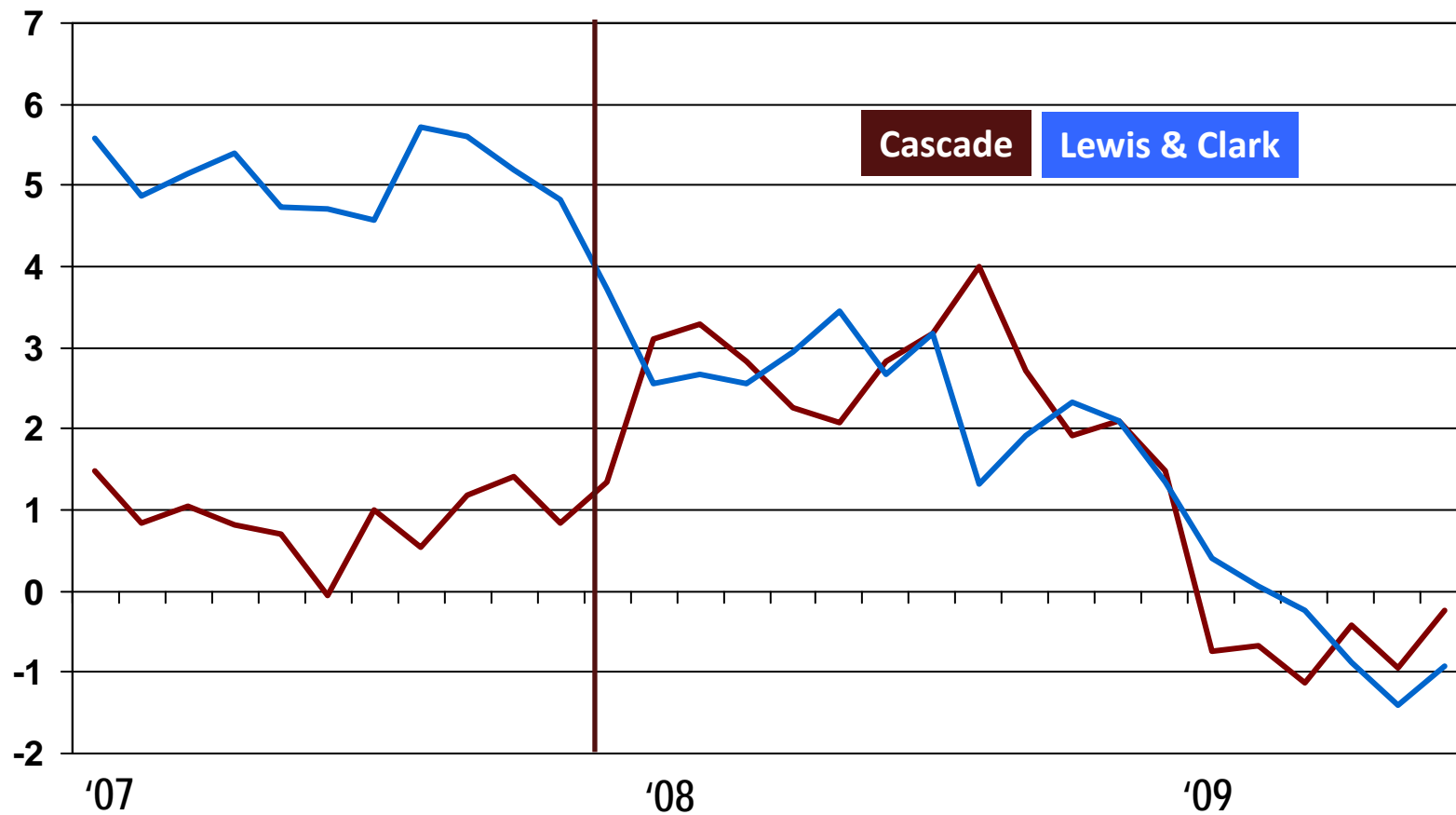
Annual Percent Change in Total Employment, March 2008 to March 2009

Percent



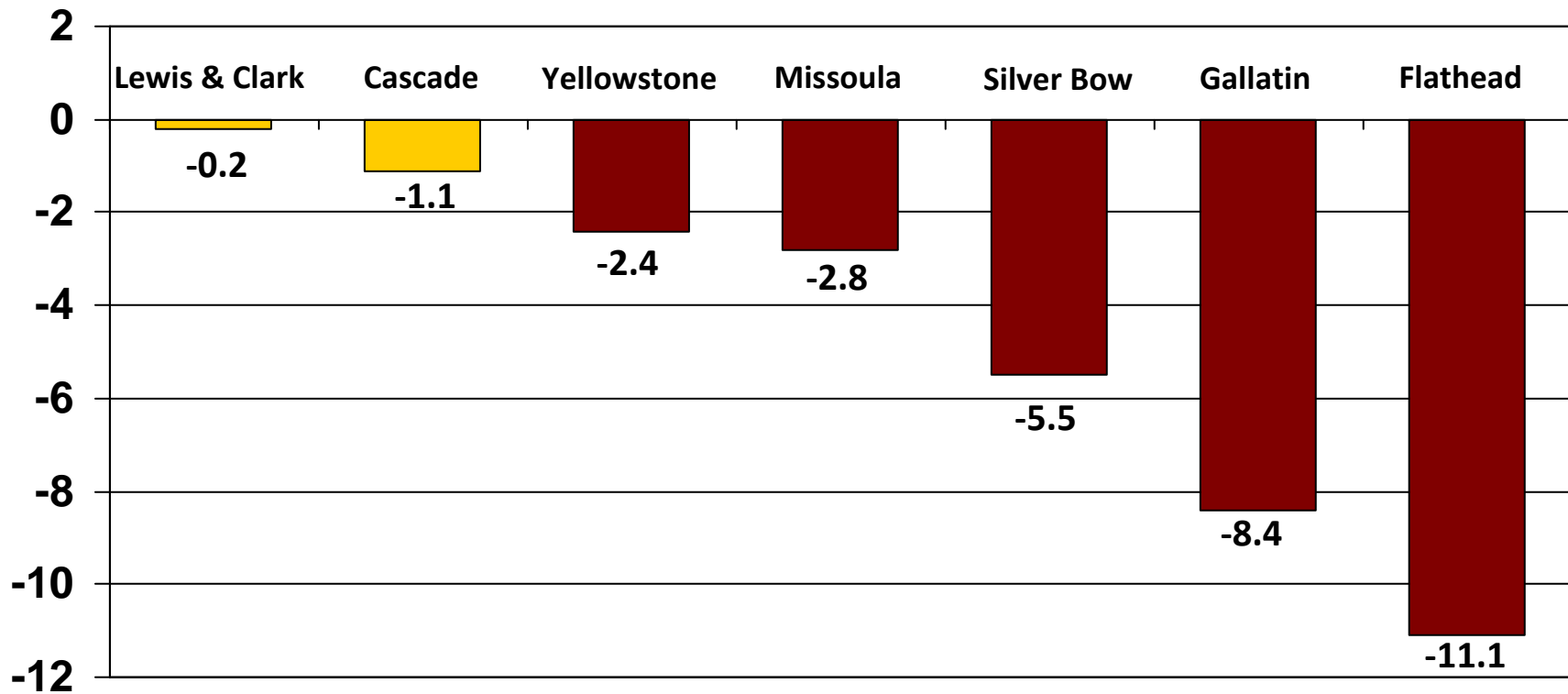
Annual Percent Change in Total Employment

Recession Declared, Dec. 2007



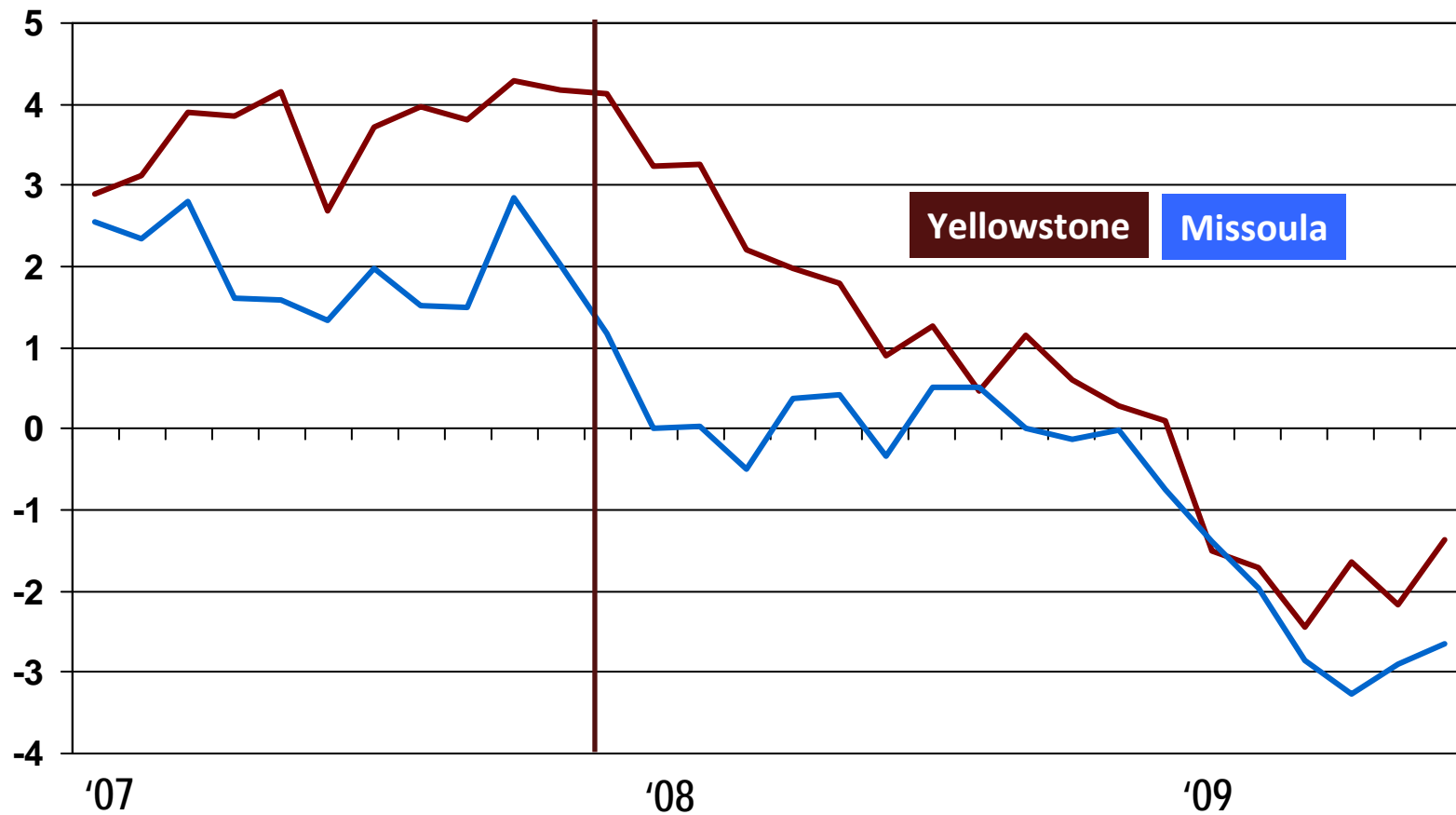
Annual Percent Change in Total Employment, March 2008 to March 2009

Percent



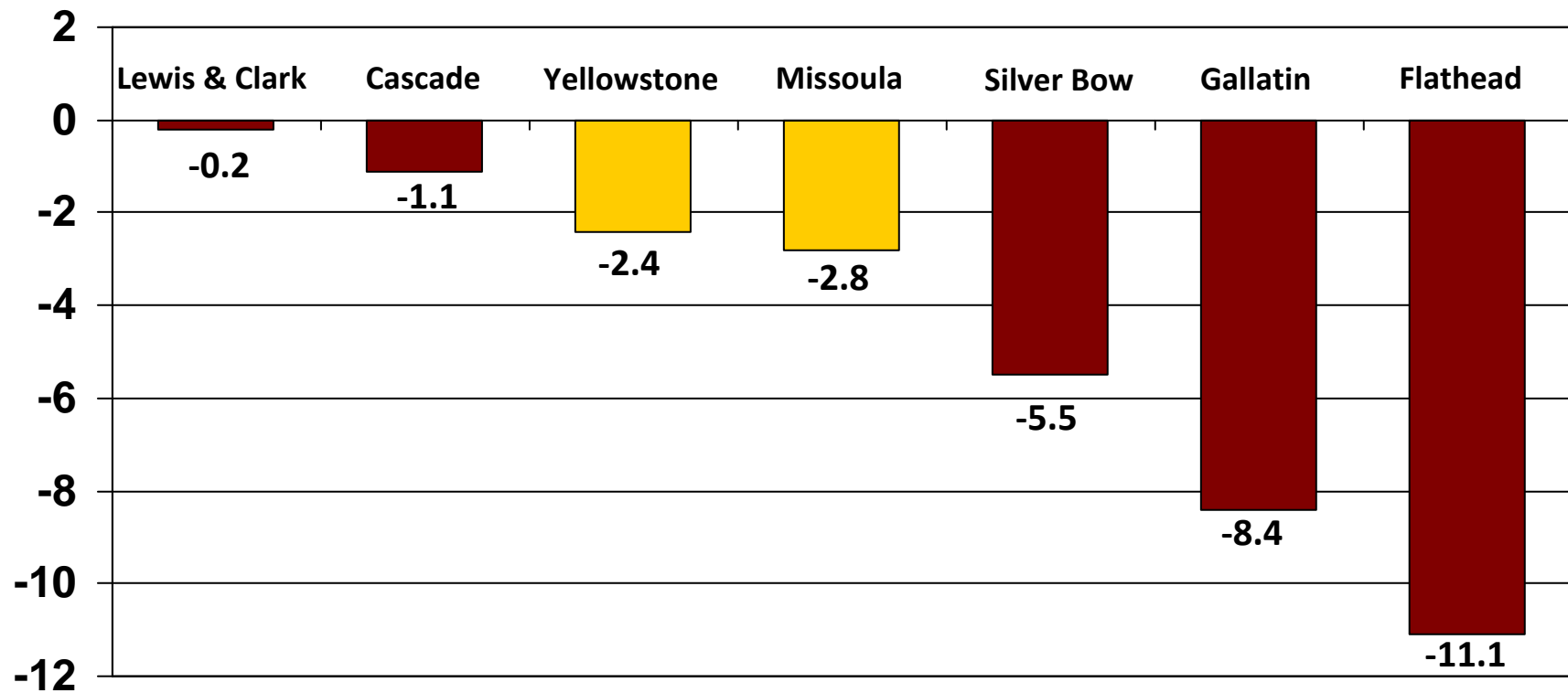
Annual Percent Change in Total Employment

Recession Declared, Dec. 2007



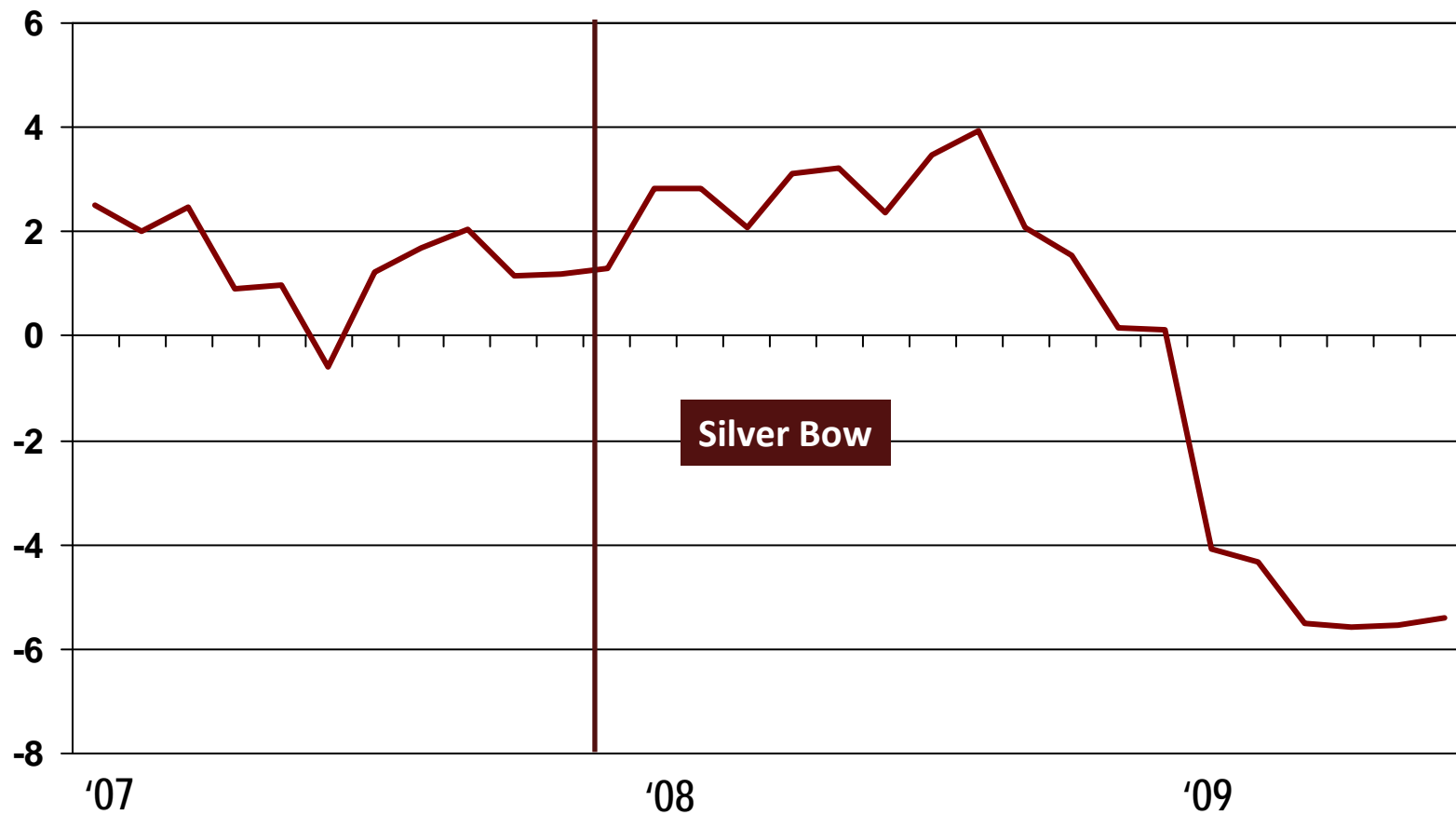
Annual Percent Change in Total Employment, March 2008 to March 2009

Percent



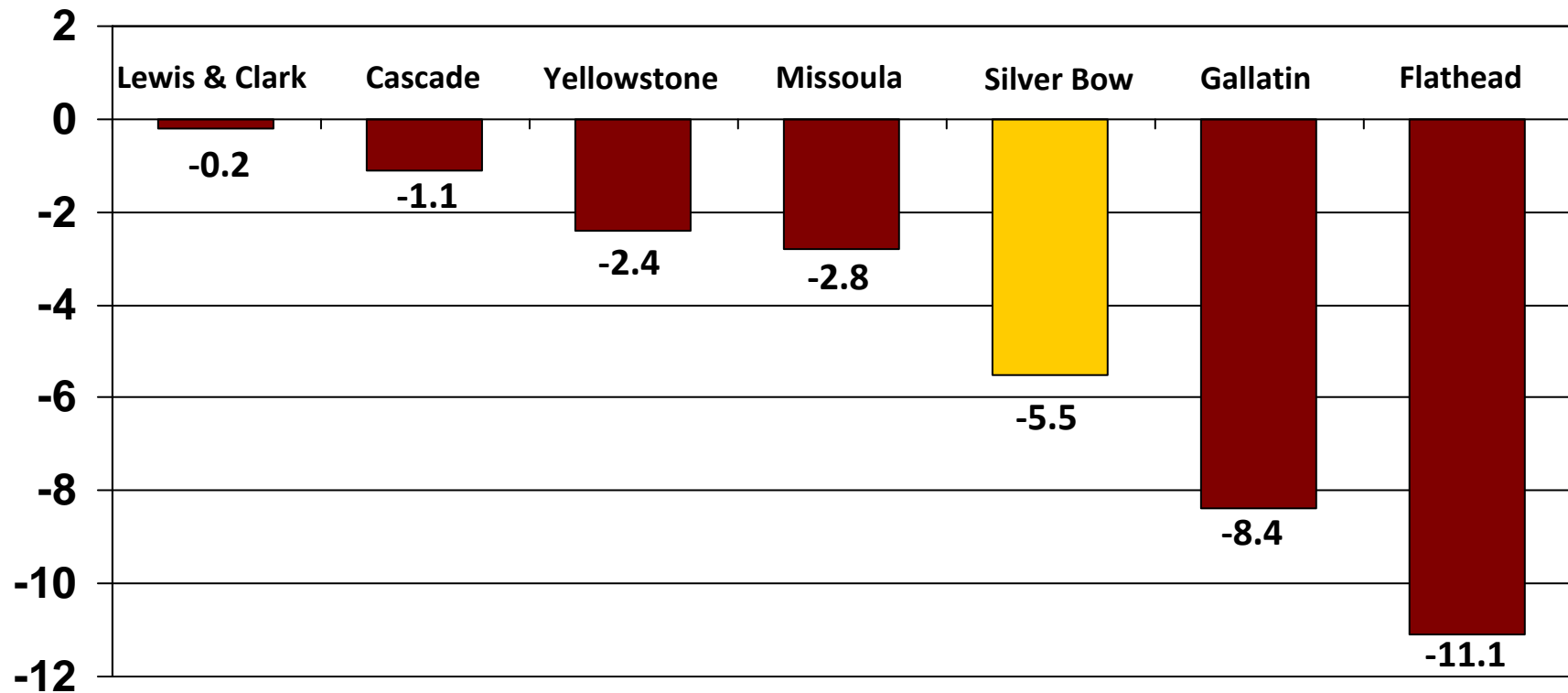
Annual Percent Change in Total Employment

Recession Declared, Dec. 2007



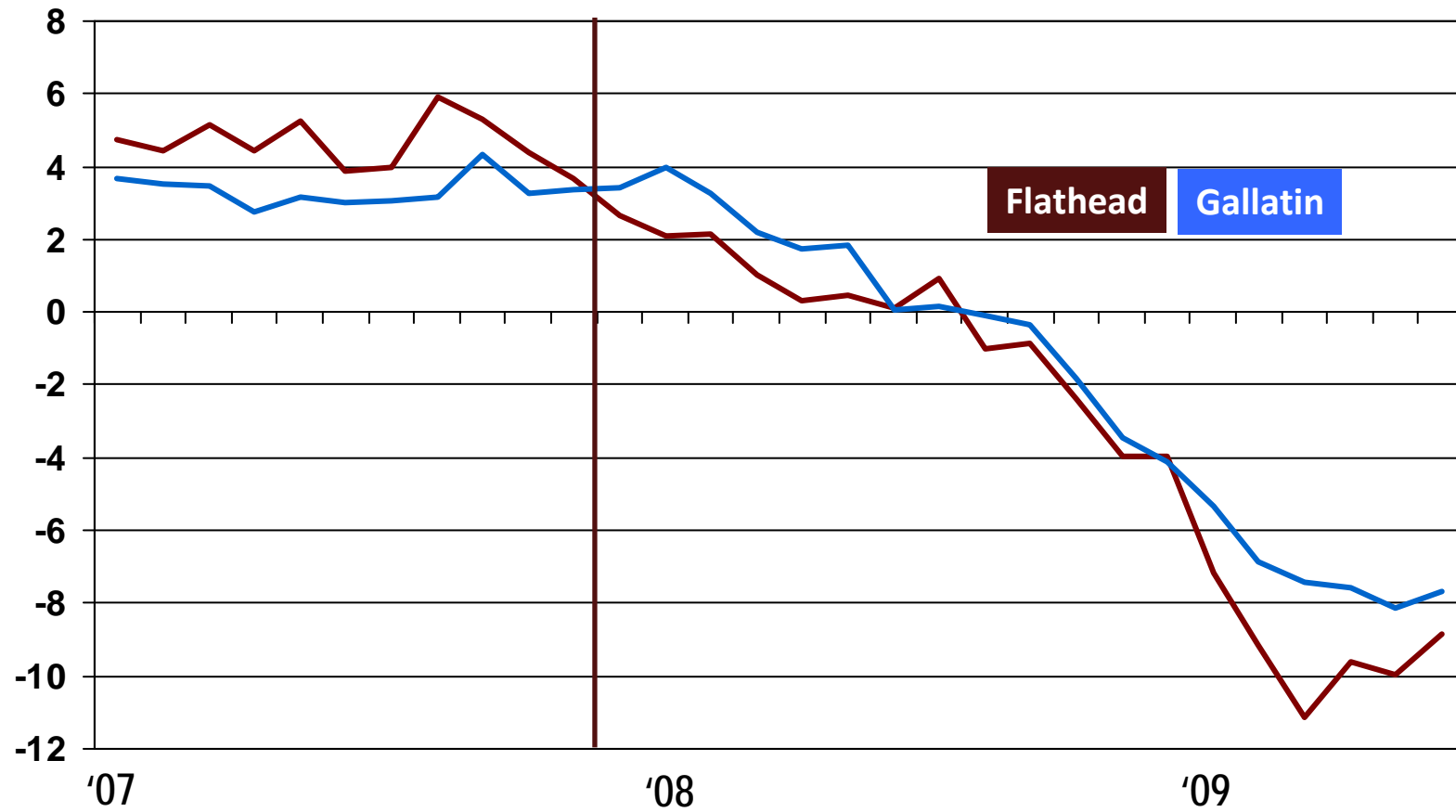
Annual Percent Change in Total Employment, March 2008 to March 2009

Percent



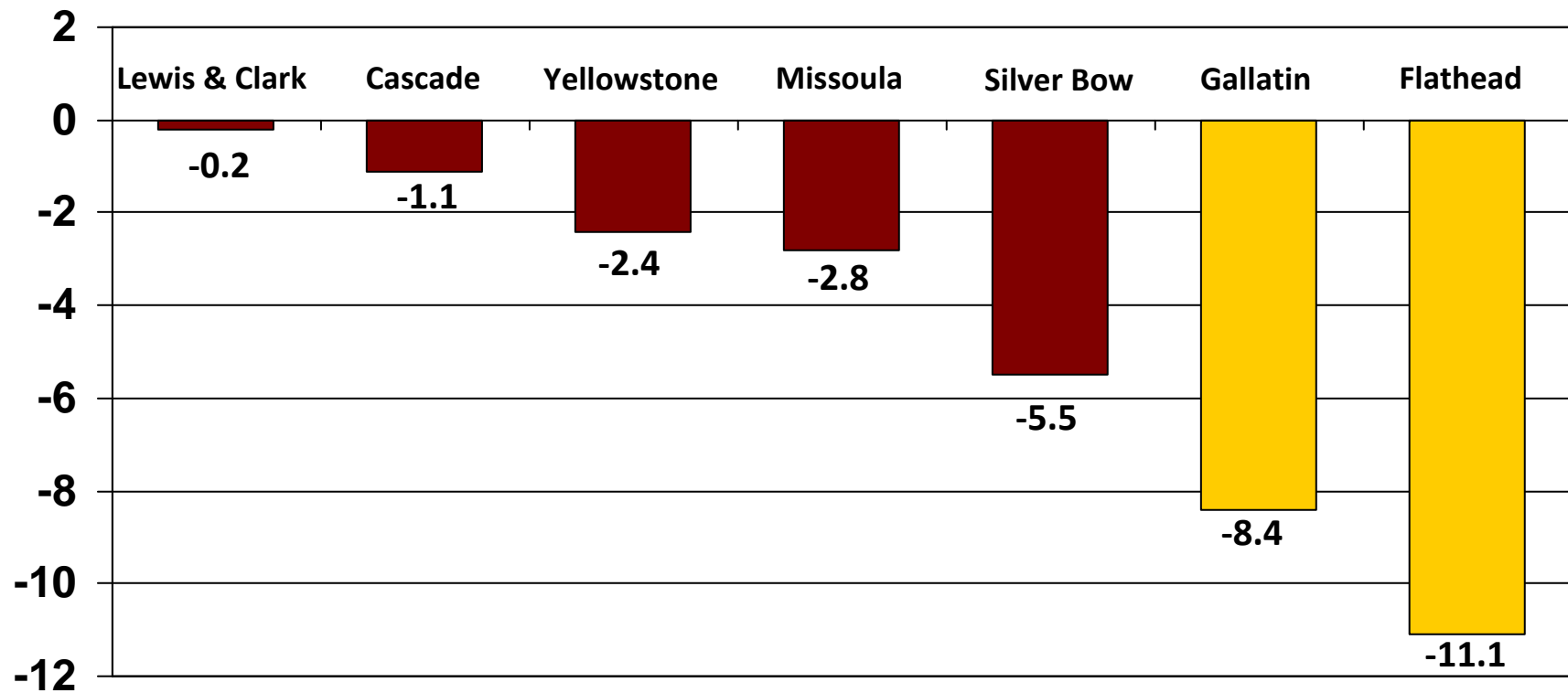
Annual Percent Change in Total Employment

Recession Declared, Dec. 2007



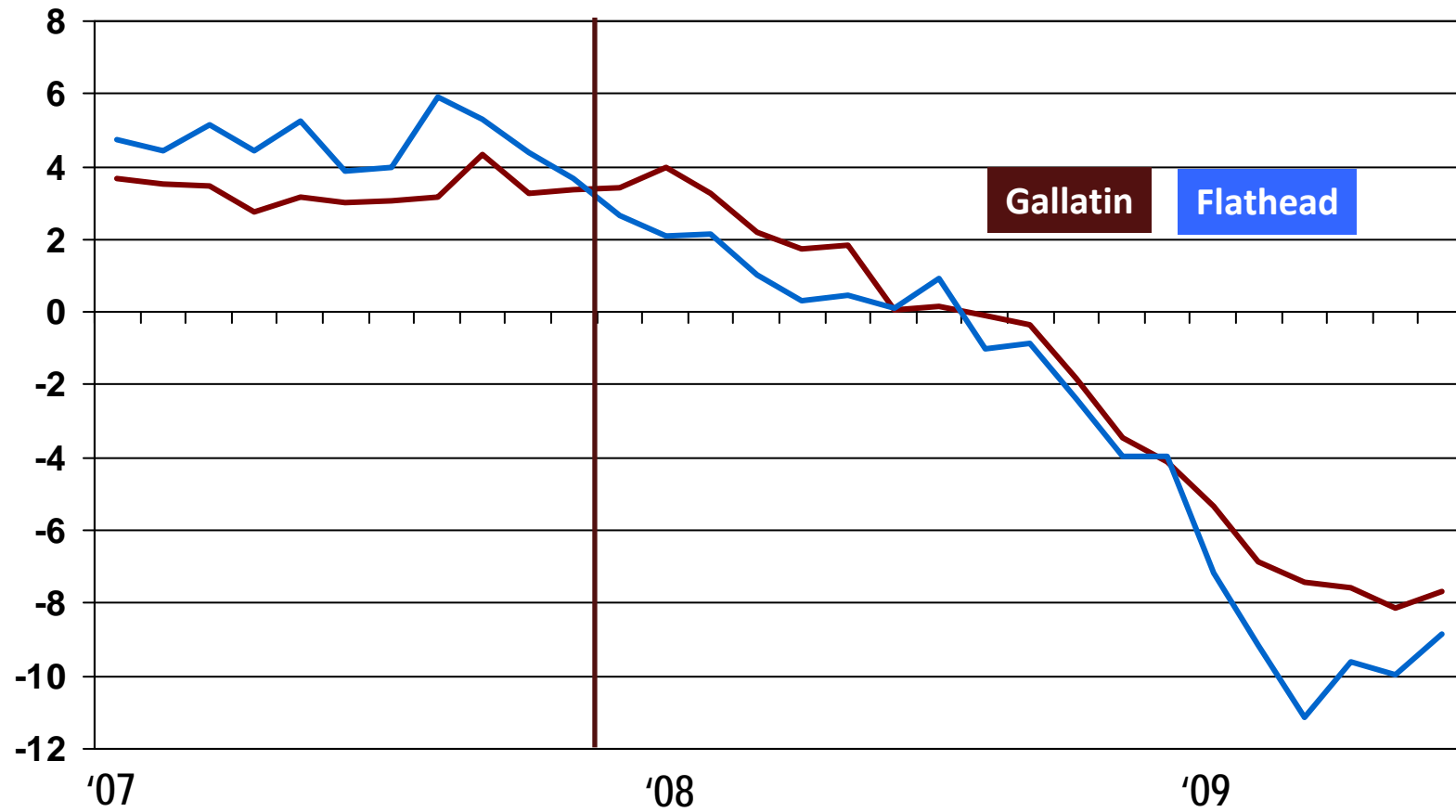
Annual Percent Change in Total Employment, March 2008 to March 2009

Percent

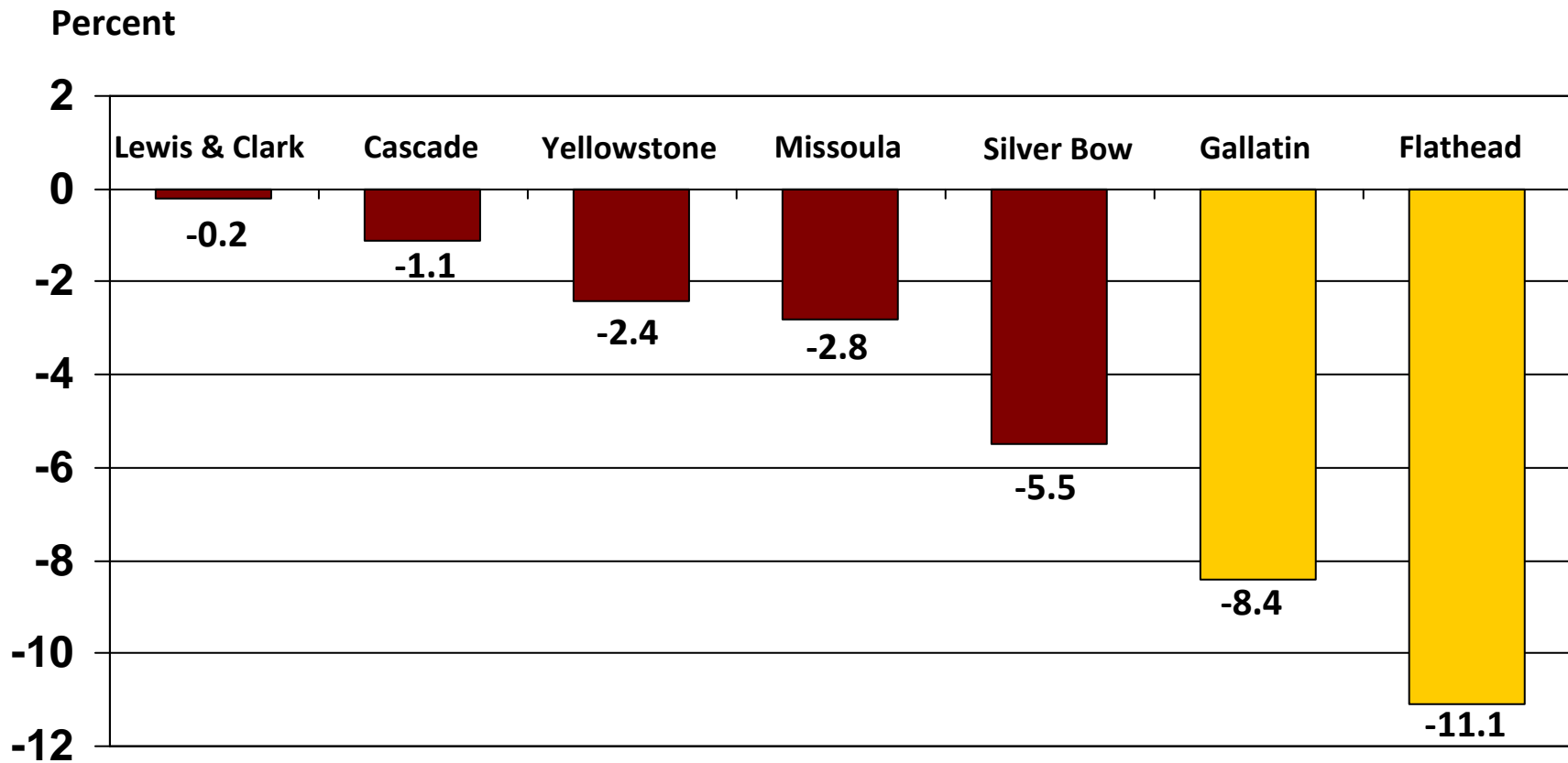


Annual Percent Change in Total Employment

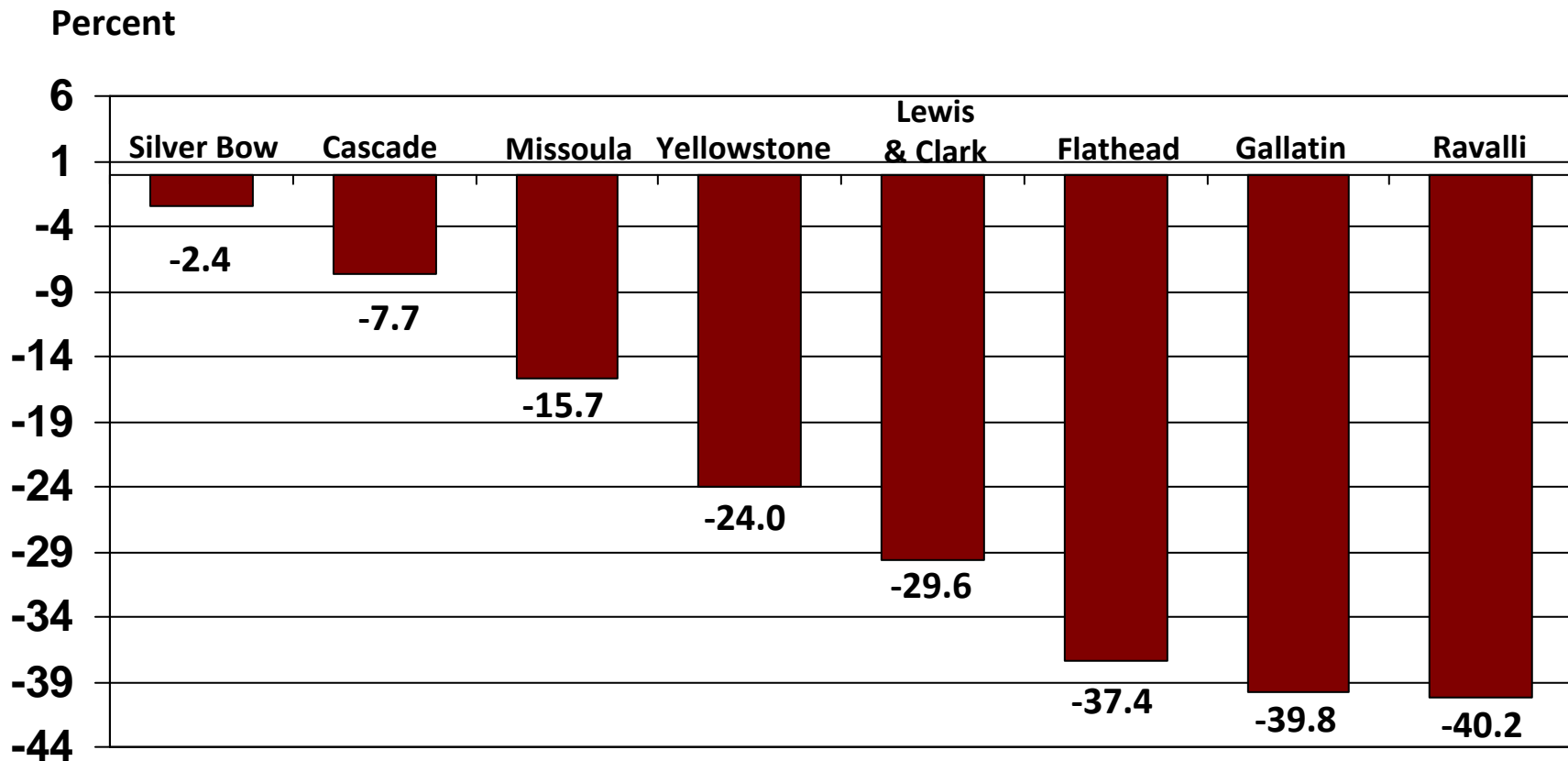
Recession Declared, Dec. 2007



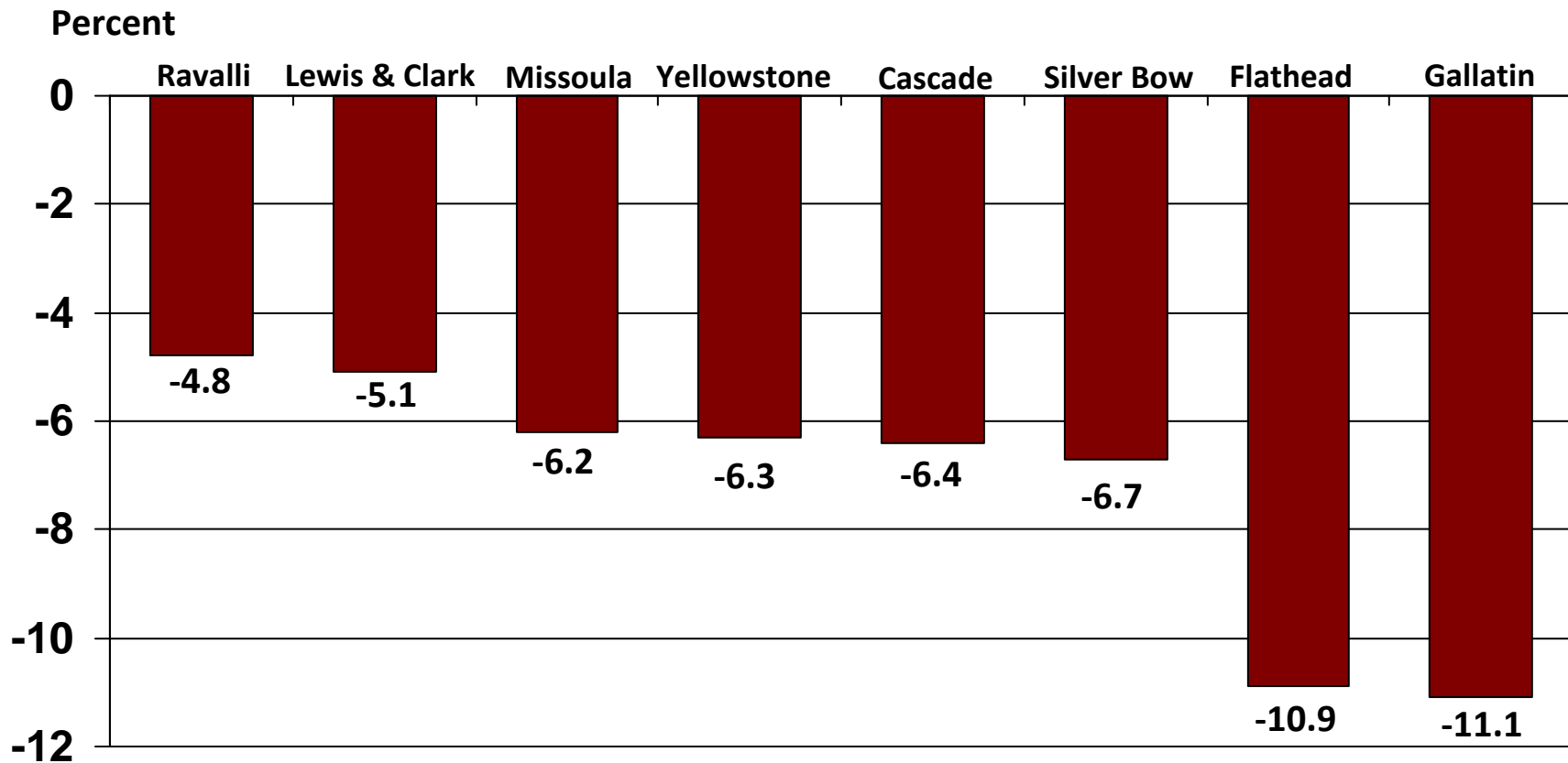
Annual Percent Change in Total Employment, March 2008 to March 2009



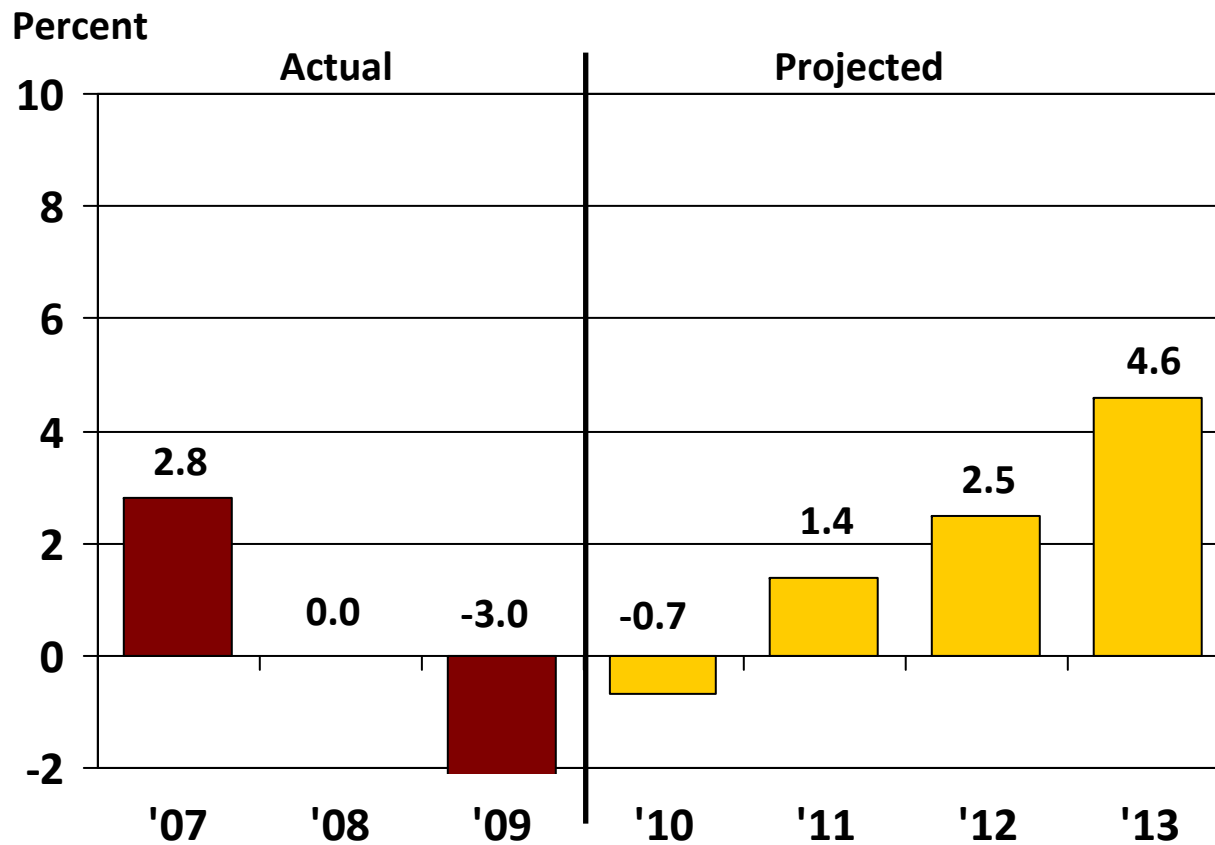
Percent Change in Construction Employment, June 2007 – June 2009



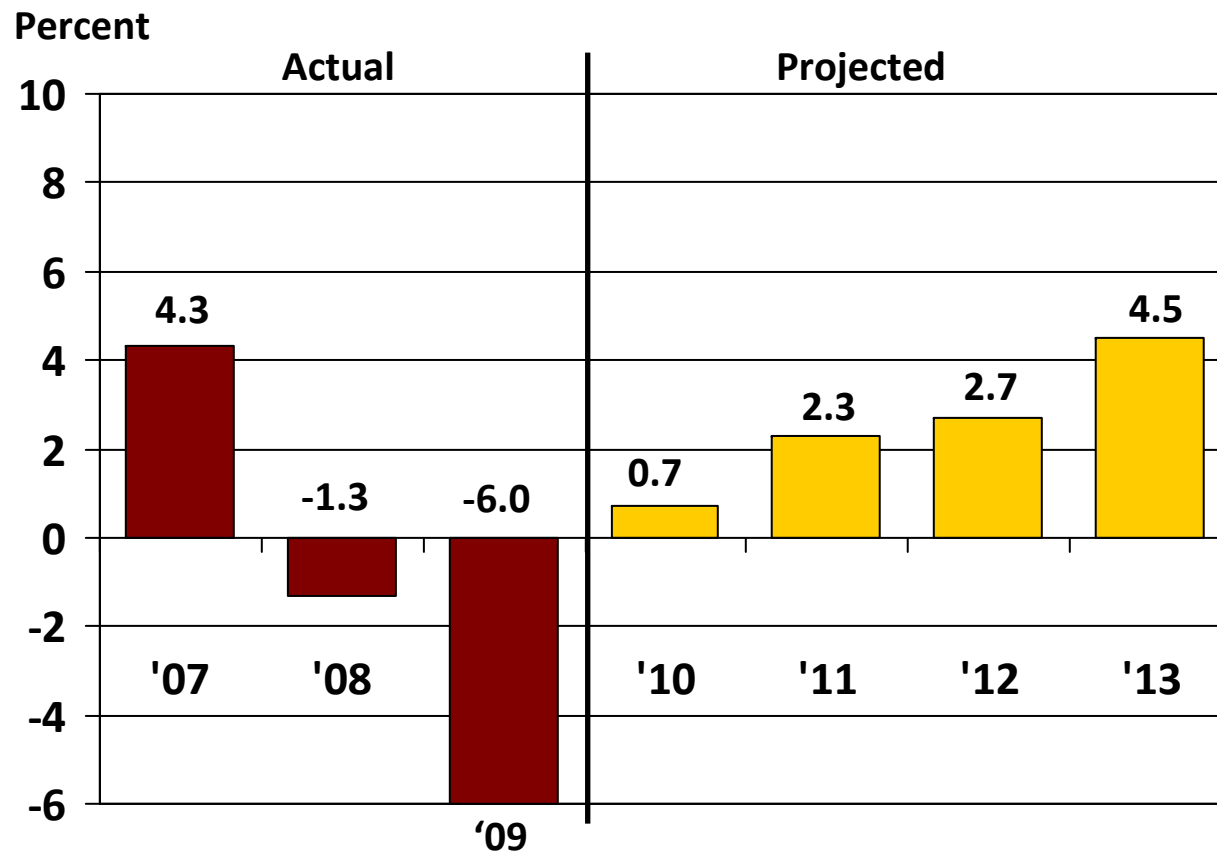
Percent Change in Retail Trade Employment, March 2008 to March 2009



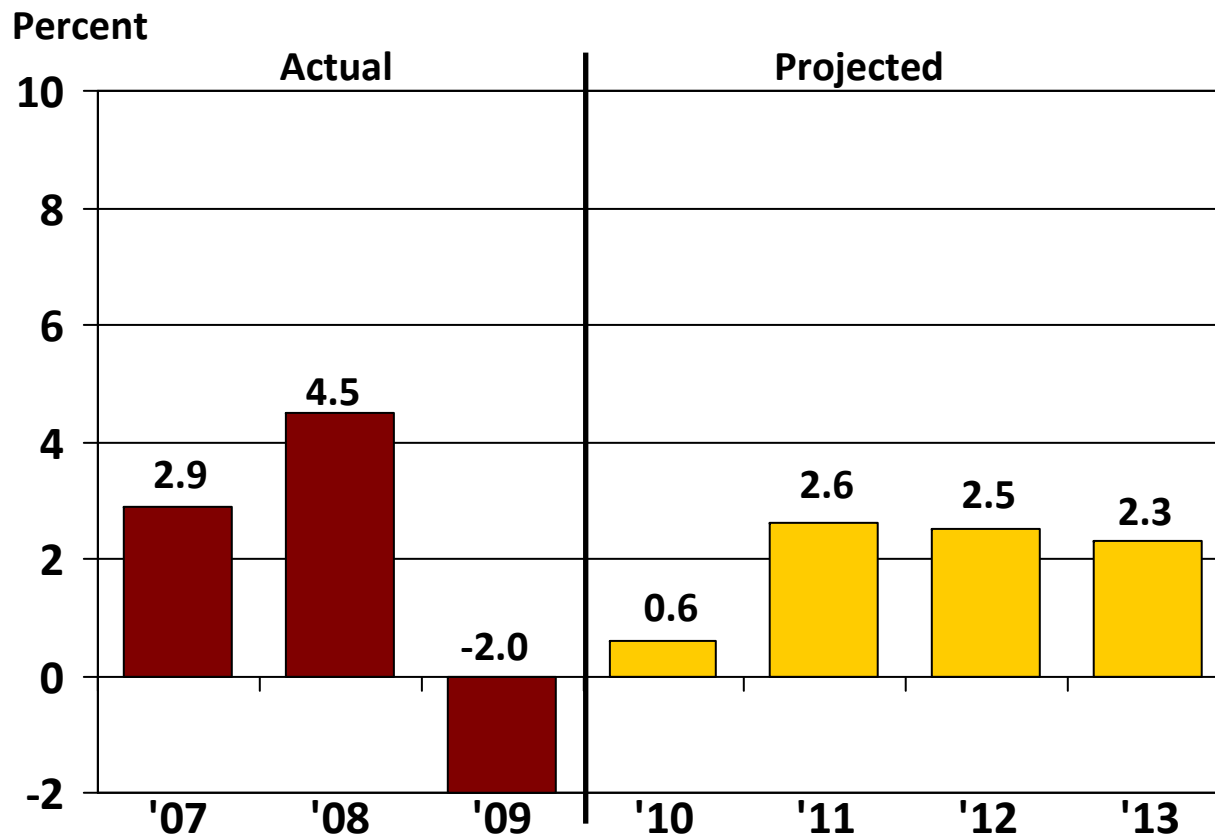
Actual and Projected Change in Nonfarm Labor Income, Missoula County, 2007-2013



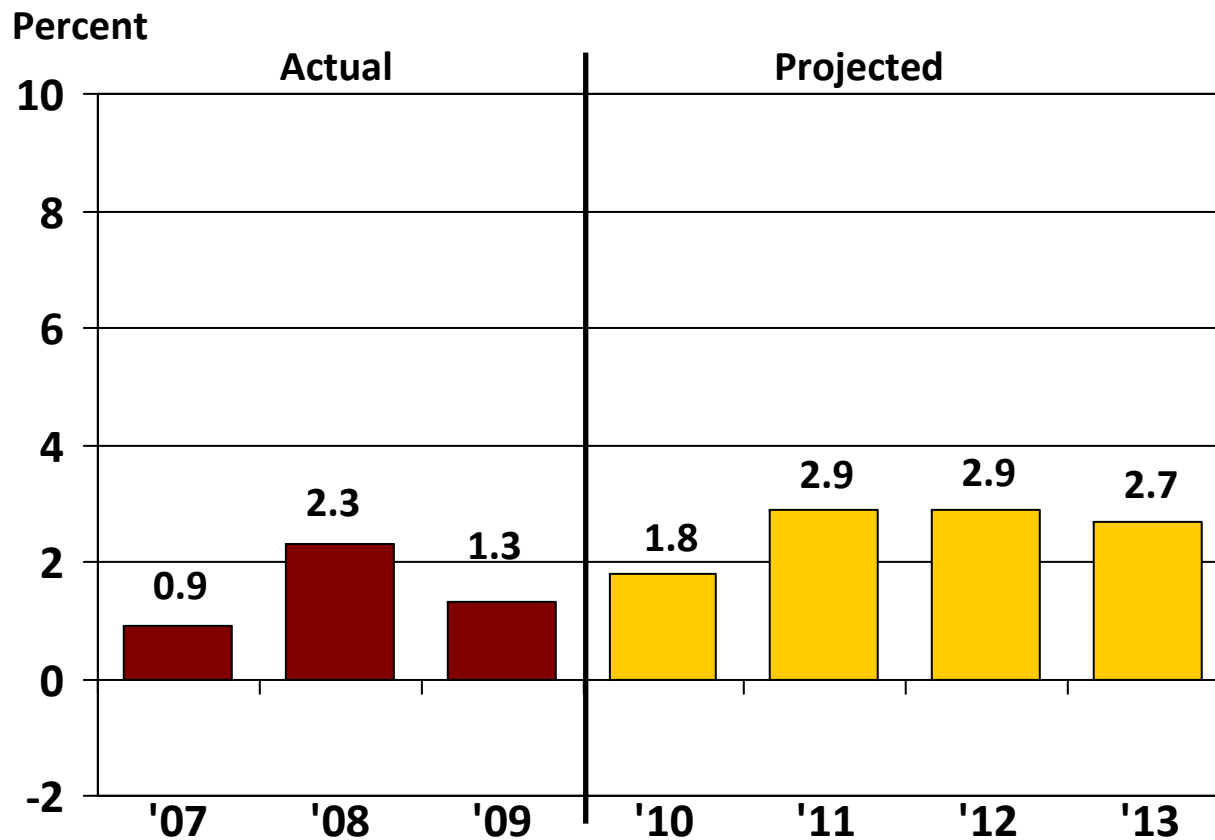
Actual and Projected Change in Nonfarm Labor Income, Flathead County, 2007-2013



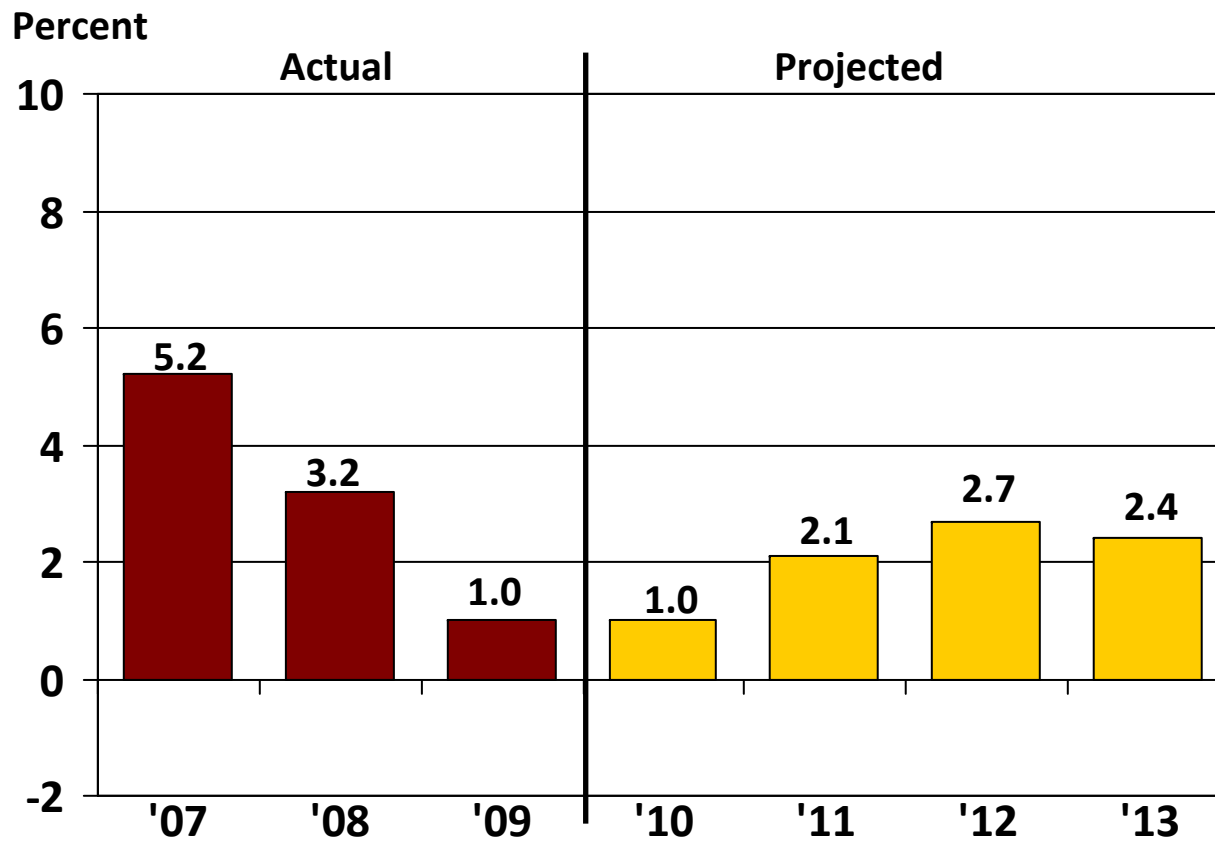
Actual and Projected Change in Nonfarm Labor Income, Silver Bow County, 2007-2013



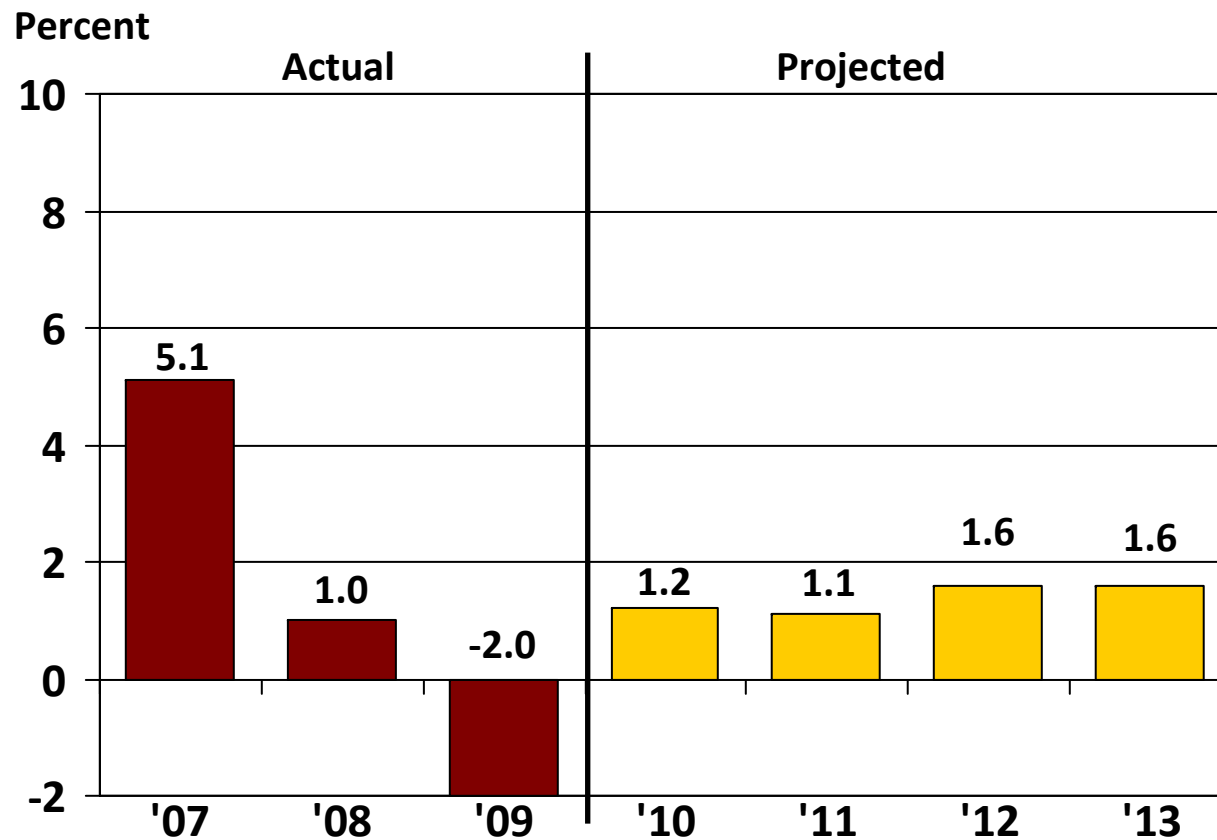
Actual and Projected Change in Nonfarm Labor Income, Cascade County, 2007-2013



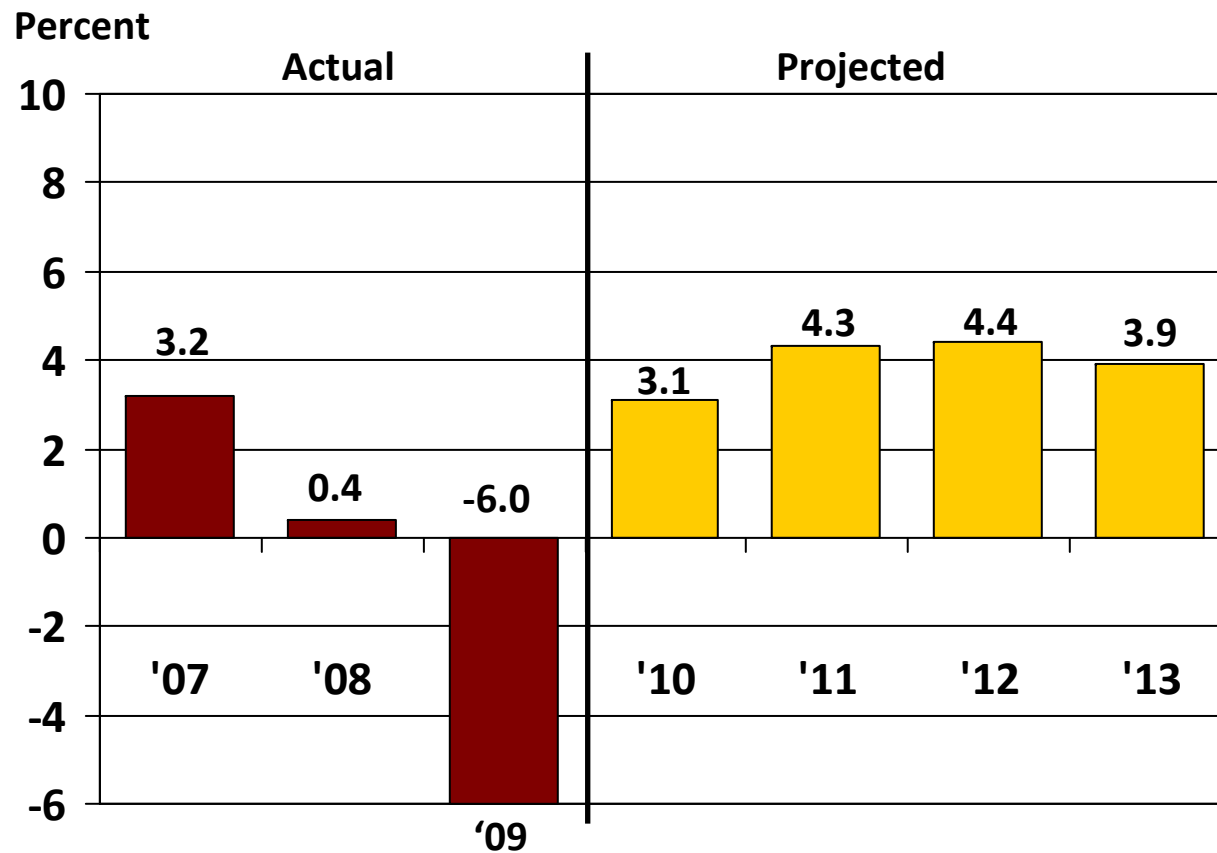
Actual and Projected Change in Nonfarm Labor Income, Lewis & Clark County, 2007-2013



Actual and Projected Change in Nonfarm Labor Income, Yellowstone County, 2007-2013



Actual and Projected Change in Nonfarm Labor Income, Gallatin County, 2007-2013





Gallatin County's Economic Base 2008-2010

• Other Basic Industries	10% Normal Growth
• Federal Government	15% Decline
• Non-Resident Travel	19% Lower Growth
• Trade Center	21% At Risk
• Manufacturing	30% Freeze
• MSU and State Gov't	
Construction	Depressed

Yellowstone County's Economic Base 2008-2010

• Other Basic Industries	2%
• Nonresident Travel	Decline
• Transportation	Slow Recovery
• Mining	Price Freefall
• MSU-B and State Gov't	Pay Freeze
• Federal Government	Normal Growth
• Health Care	Reform?
• Manufacturing	Stable
• Trade Center	27%

Lewis & Clark County's Economic Base 2008-2010

- Other 12%
- Manufacturing ~~7%~~ At Risk
- Trade Center ~~16%~~ Slower Growth
- Federal Government ~~23%~~ Normal Growth
- State Government ~~42%~~ Freeze

Cascade County Economic Base 2008-2010

- Other 6%
- Transportation ~~6%~~ Stable
- State Gov't and Higher Ed. ~~6%~~ Pay Freeze
- Manufacturing ~~6%~~ ? Risk
- Trade Center - Other ~~8%~~ Stable
- Trade Center - Health ~~11%~~ ? Reform
- Federal Civ. ~~10%~~ Normal Growth
- Malmstrom AFB ~~17%~~ Slight Increase

Missoula County Economic Base 2008-2010

• Other	6%
• Nonresident Travel	Decline
• Transportation	Stable
• Wood and Paper	Flat, at Best
• Federal Gov't	Normal Growth
• Trade Center Medical	Reform?
• Trade Center Retail, Service	Negative to Flat
• UM, Other State	Freeze
Construction	Flat

Flathead's Economic Base 2008-2010

• Other Basic	6%
• Primary Metals	3% 3% C Close
• Transportation	7% 7%
• Trade Center	2% 2%
• Other Manufacturing	14% 14% Risk
• Federal Government	6% 6% Normal Growth
• Nonresident Travel	20% 20% Decline
• Wood Products	22% 22% Layoffs
Construction	Depressed