The Economic Outlook for Missoula and Ravalli Counties

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Real Non-Farm Earnings, Missoula and Ravalli County vs. Montana
Index, 2007 = 100

Source: U.S. Bureau of Economic Analysis
A Closer Look at 2015 Growth Improvement
Growth in Real Nonfarm Earnings, Missoula County, 2014-15, Millions of Dollars

-10 0 10 20 30 40 50 60

Source: U.S. Bureau of Economic Analysis
2015 Growth Surge was Broad Based in Ravalli County
Growth in Real Nonfarm Earnings, Ravalli County, 2014-15, Millions of Dollars

Source: U.S. Bureau of Economic Analysis
Growth in Wages Cooled in 2016

Percent Change in Real Wages, Missoula County, Select Industries, 2015H1 – 2016H1

Source: U.S. Bureau of Labor Statistics, Quarterly Census of Employment and Wages
What Drives the Missoula County Economy?

Earnings by Industry, 2015, Millions of Real Dollars

[Bar chart showing earnings by industry across various sectors such as Health Care, State & Local Government, Retail Trade, Professional Business Services, Construction, Accommodations & Food, and Finance.]

Source: U.S. Bureau of Economic Analysis
Missoula/Kalispell Region
Top 10 Industries by Employment Concentration

<table>
<thead>
<tr>
<th>NAICS</th>
<th>Industry</th>
<th>Establishments</th>
<th>Employment</th>
<th>Wages ($ mill.)</th>
</tr>
</thead>
<tbody>
<tr>
<td>321</td>
<td>Wood Product Manufacturing</td>
<td>60</td>
<td>1496</td>
<td>$81.4</td>
</tr>
<tr>
<td>333</td>
<td>Machinery Manufacturing</td>
<td>19</td>
<td>498</td>
<td>$37.5</td>
</tr>
<tr>
<td>113</td>
<td>Forestry and Logging</td>
<td>82</td>
<td>296</td>
<td>$12.7</td>
</tr>
<tr>
<td>487</td>
<td>Scenic and Sightseeing Transportation</td>
<td>5</td>
<td>25</td>
<td>$0.6</td>
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<tr>
<td>814</td>
<td>Private Households</td>
<td>210</td>
<td>316</td>
<td>$5.7</td>
</tr>
<tr>
<td>115</td>
<td>Support Activities for Agriculture and Forestry</td>
<td>58</td>
<td>377</td>
<td>$23.2</td>
</tr>
<tr>
<td>561</td>
<td>Administrative and Support Services</td>
<td>645</td>
<td>5814</td>
<td>$170.4</td>
</tr>
<tr>
<td>711</td>
<td>Performing Arts, Spectator Sports, and Related Industries</td>
<td>71</td>
<td>380</td>
<td>$12.1</td>
</tr>
<tr>
<td>621</td>
<td>Ambulatory Health Care Services</td>
<td>654</td>
<td>6685</td>
<td>$355.1</td>
</tr>
<tr>
<td>712</td>
<td>Museums, Historical Sites, and Similar Institutions</td>
<td>13</td>
<td>251</td>
<td>$11.4</td>
</tr>
</tbody>
</table>

Source: Quarterly Census of Employment and Wages
Population Growth Since 2010 Reveals Changing Growth Patterns

Average Annual Population Growth, 2011-15

Source: Montana Census and Economic Information Center
UM and State Government:
Enrollment declines, growing research
Health Care:

Growth surge from Medicaid expansion

Composition of Earnings in Missoula County’s Basic Industries, 2014-16
Source: BBER and U.S. Bureau of Economic Analysis
Outlook for Key Industries

Professional Services:

High tech related growth

Composition of Earnings in Missoula County’s Basic Industries, 2014-16
Source: BBER and U.S. Bureau of Economic Analysis
Outlook for Key Industries

Manufacturing exc. Wood Products:
Bonner Mill industrial park expansion

Composition of Earnings in Missoula County’s Basic Industries, 2014-16
Source: BBER and U.S. Bureau of Economic Analysis
Growth in Nonfarm Earnings, Missoula County, 2014-2020

Source: BBER and U.S. Bureau of Economic Analysis
Change in Nonfarm Earnings, Ravalli County, 2014-2020

Source: BBER and U.S. Bureau of Economic Analysis
Average Projected Growth in Real Nonfarm Earnings, Percent, 2017-2020

- Cascade: 2.1%
- Flathead: 3.3%
- Gallatin: 5.8%
- Lewis and Clark: 1.8%
- Missoula: 3.2%
- Silver Bow: 0.4%
- Yellowstone: 2.7%

Source: Bureau of Business and Economic Research
Questions?