

Economic InsightsUtah and Salt Lake County

Salt Lake County Council June 7, 2022

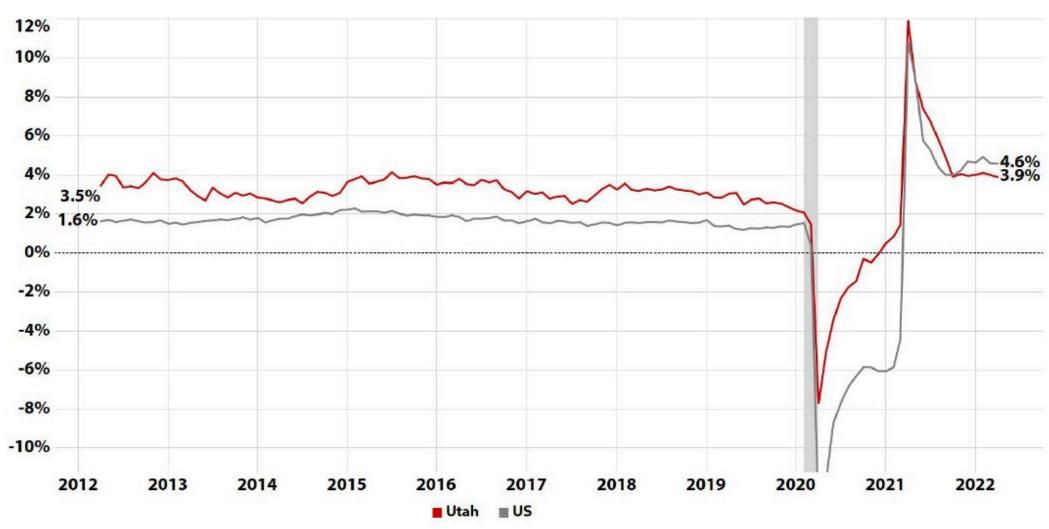
INFORMED DECISIONS™

Key Points

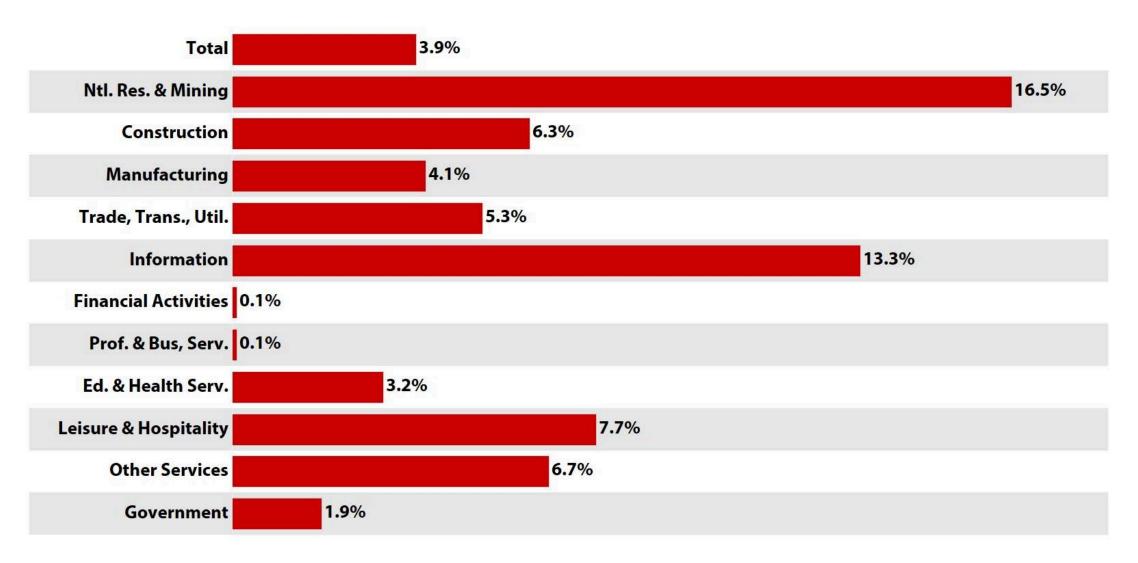
- 1. We have entered a new economic environment.
- 2. It's serious and complicated.
- 3. Utah and Salt Lake County are favorably positioned, but not immune.

Job Growth

Year-Over Percent Change, Utah and U.S.

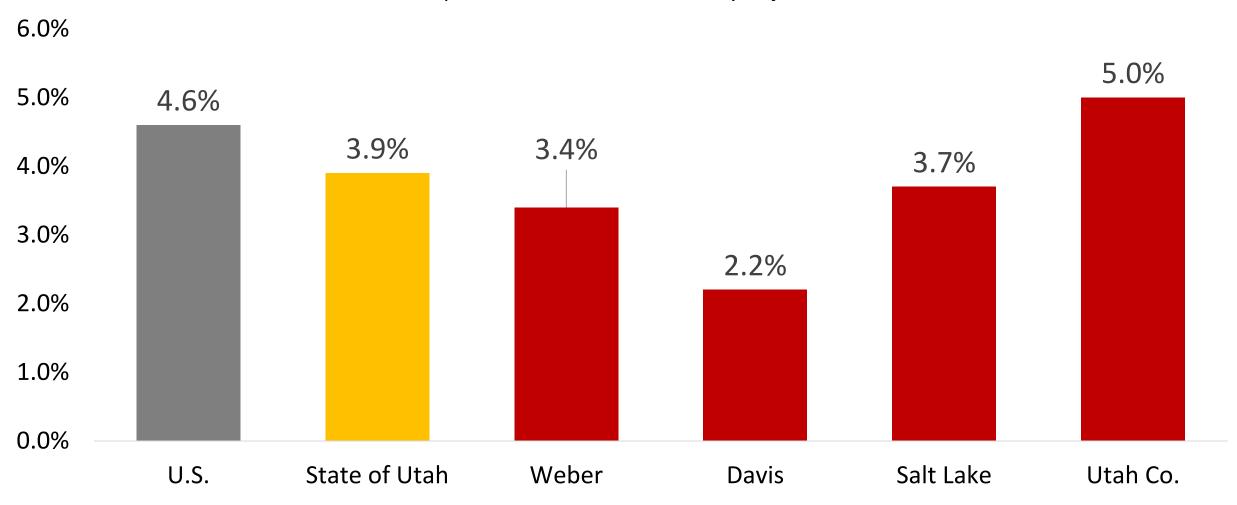


Utah Job Growth By Industry



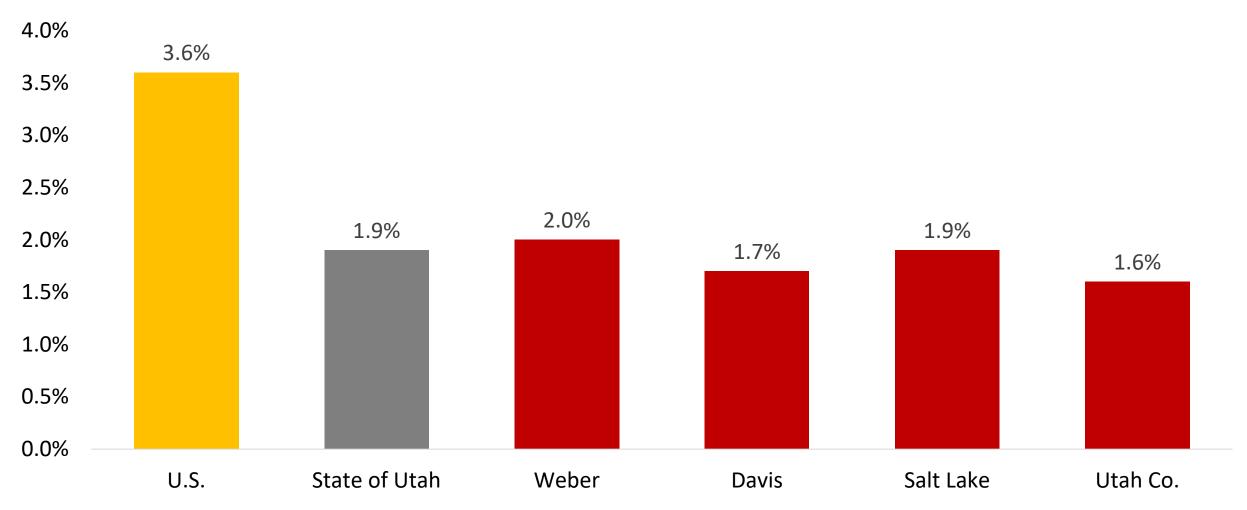
Job Growth

April 2021-2022, Not Seasonally Adjusted



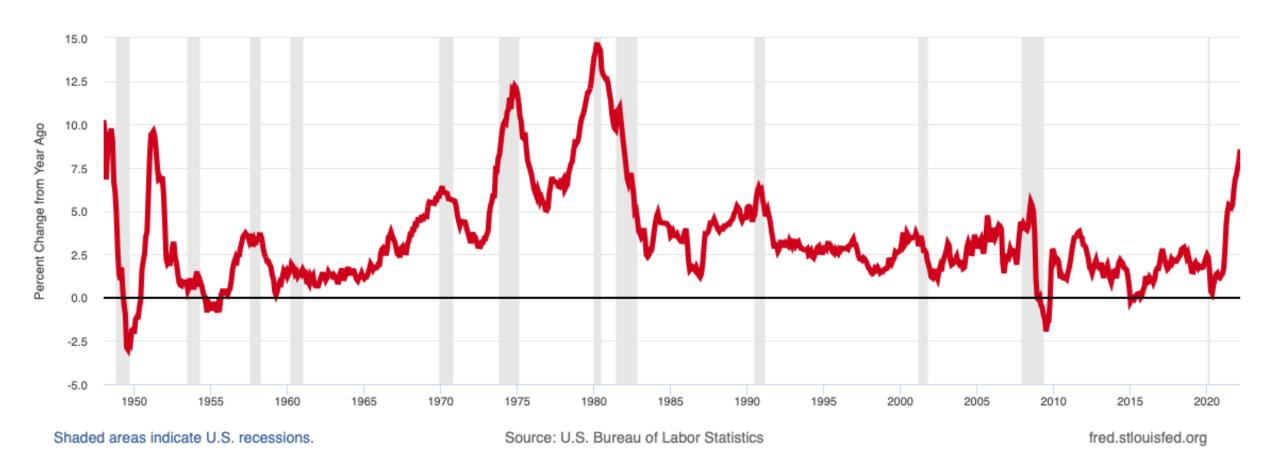
Unemployment Rate

April 2022, Seasonally Adjusted



The Sting of Accelerating Inflation

Consumer Price Index for All Urban Consumers: All Items in U.S. City Average



Recession Root Causes

1. Imbalances

- Shortages of goods, labor, and housing

2. Overheating

- High inflation

3. Exogenous shocks

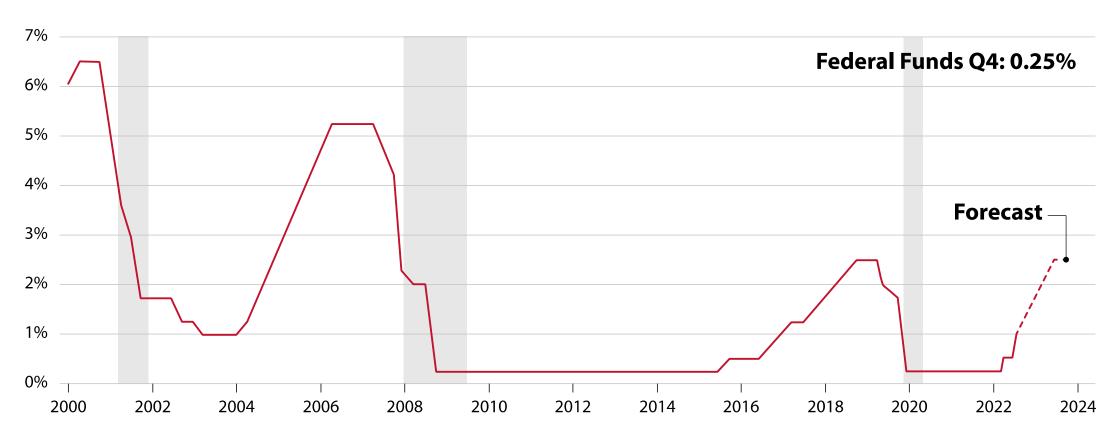
- Lingering pandemic and Putin's war

4. Policy errors

- Fiscal policy
- Monetary policy

Federal Funds Target Rate

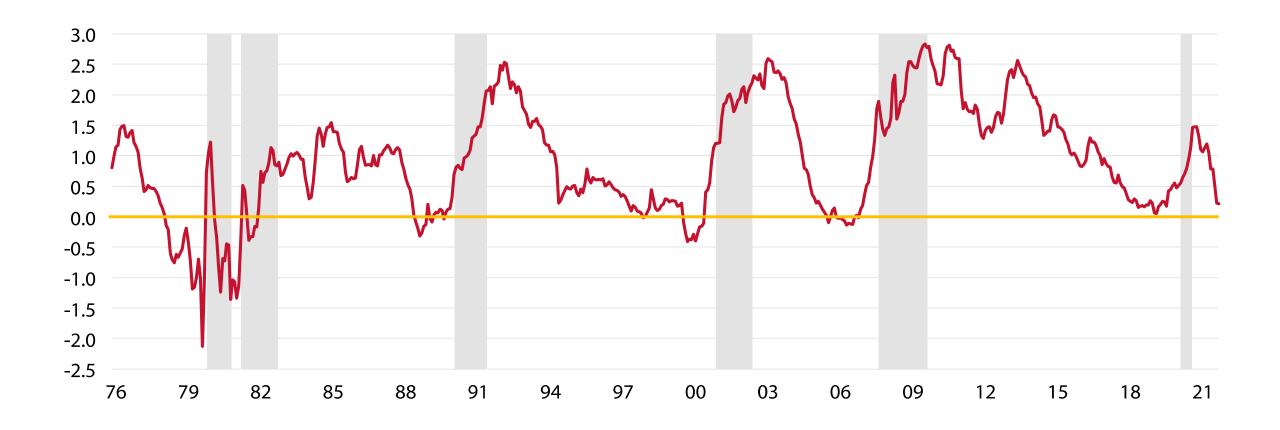
Upper Bound



Source: Federal Reserve Board and Wells Fargo Economics

Yield Curve

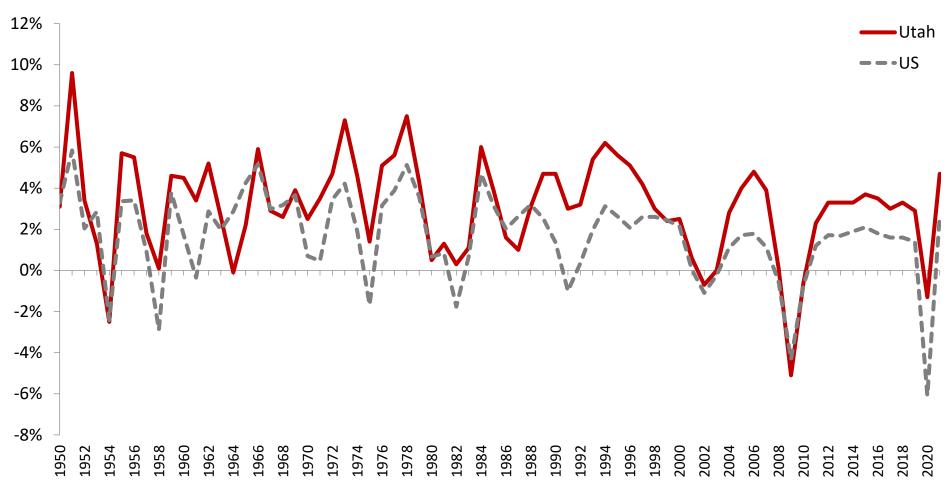
Difference between 10-yr Treasury and 2-yr Treasury yield, ppt



Sources: Federal Reserve, Moody's Analytics

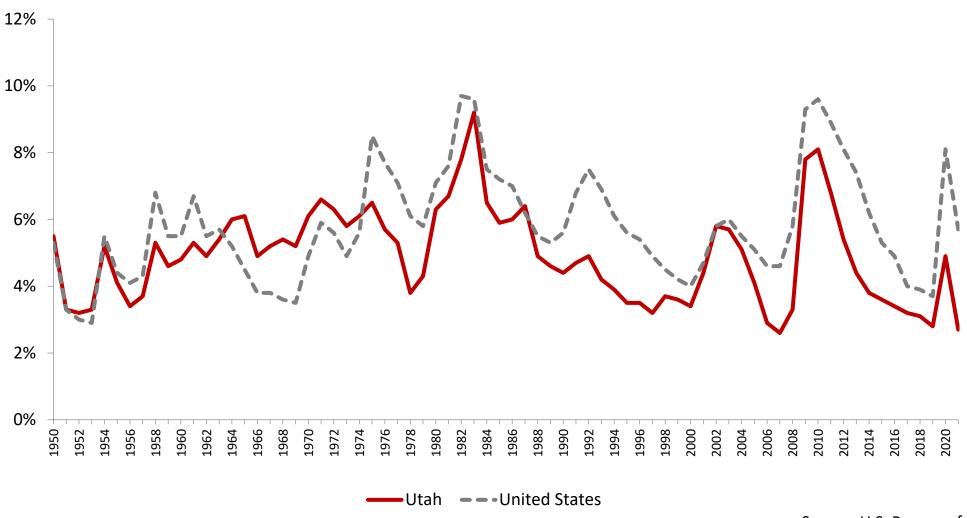
Job Growth Rates

Utah and the U.S.



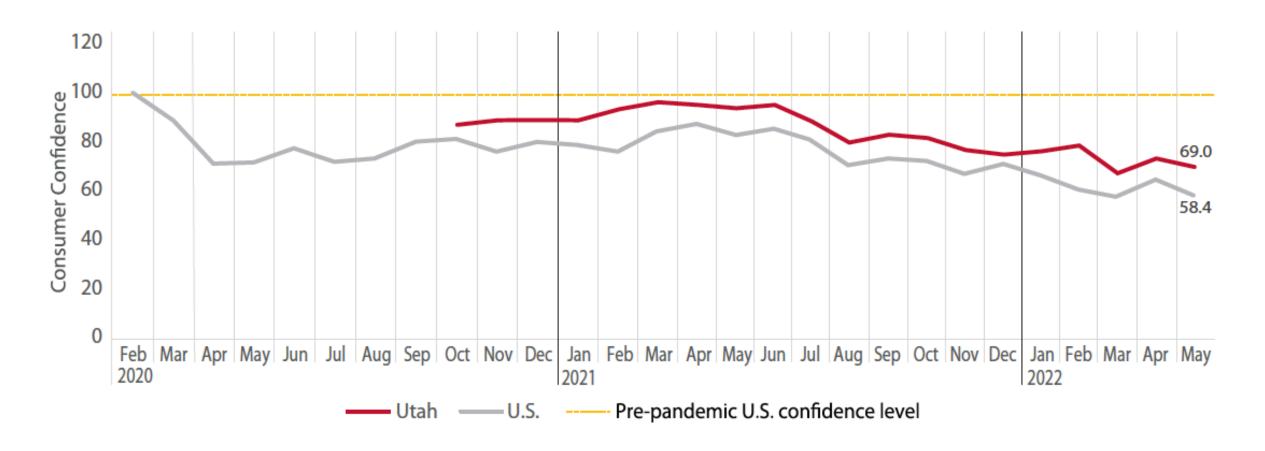
Unemployment Rates

Utah and the U.S.



Consumer Sentiment

Utah and the U.S.



Source: Kem C. Gardner Policy Institute

Economic Tailwinds

- 1. Supply chain improving
- 2. Demand remains strong
- 3. Household budgets and balance sheets strong
- 4. Labor shortage cushion
- 5. Utah's relative economic positioning through COVID-19
- 6. Utah's well-diversified economy
- 7. Utah's status as an energy exporter
- 8. Utah's economic leadership

Economic Strategies

- 1. First, do no harm.
- 2. Recognize the economic re-sorting.
- 3. Take care of yourself and your people.
- 4. Care for those left behind.
- 5. Keep an eye on consumer confidence.
- 6. Adapt and lead.