

2013 Indiana Economic Outlook

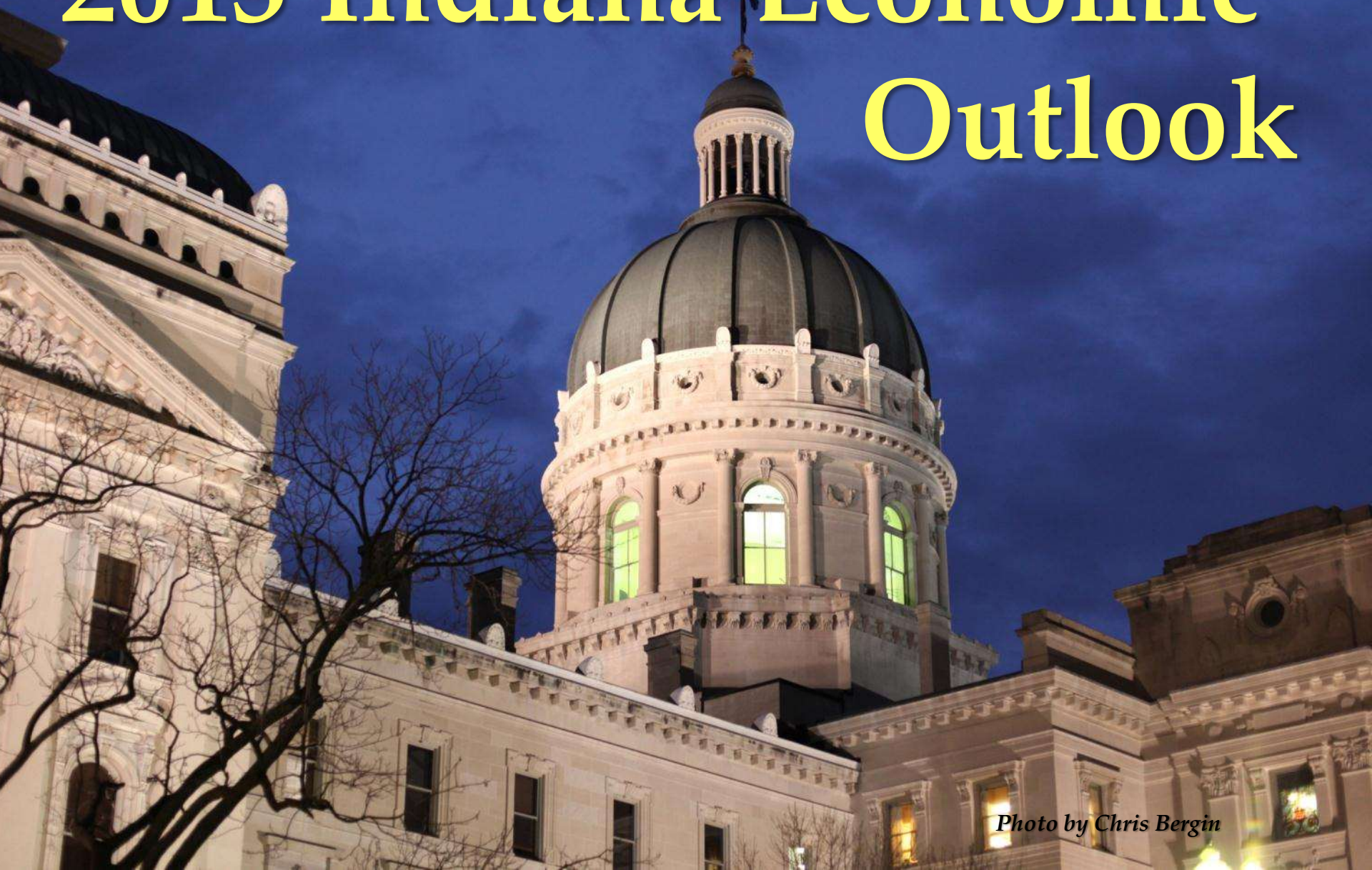


Photo by Chris Bergin

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Economic Outlook 2013

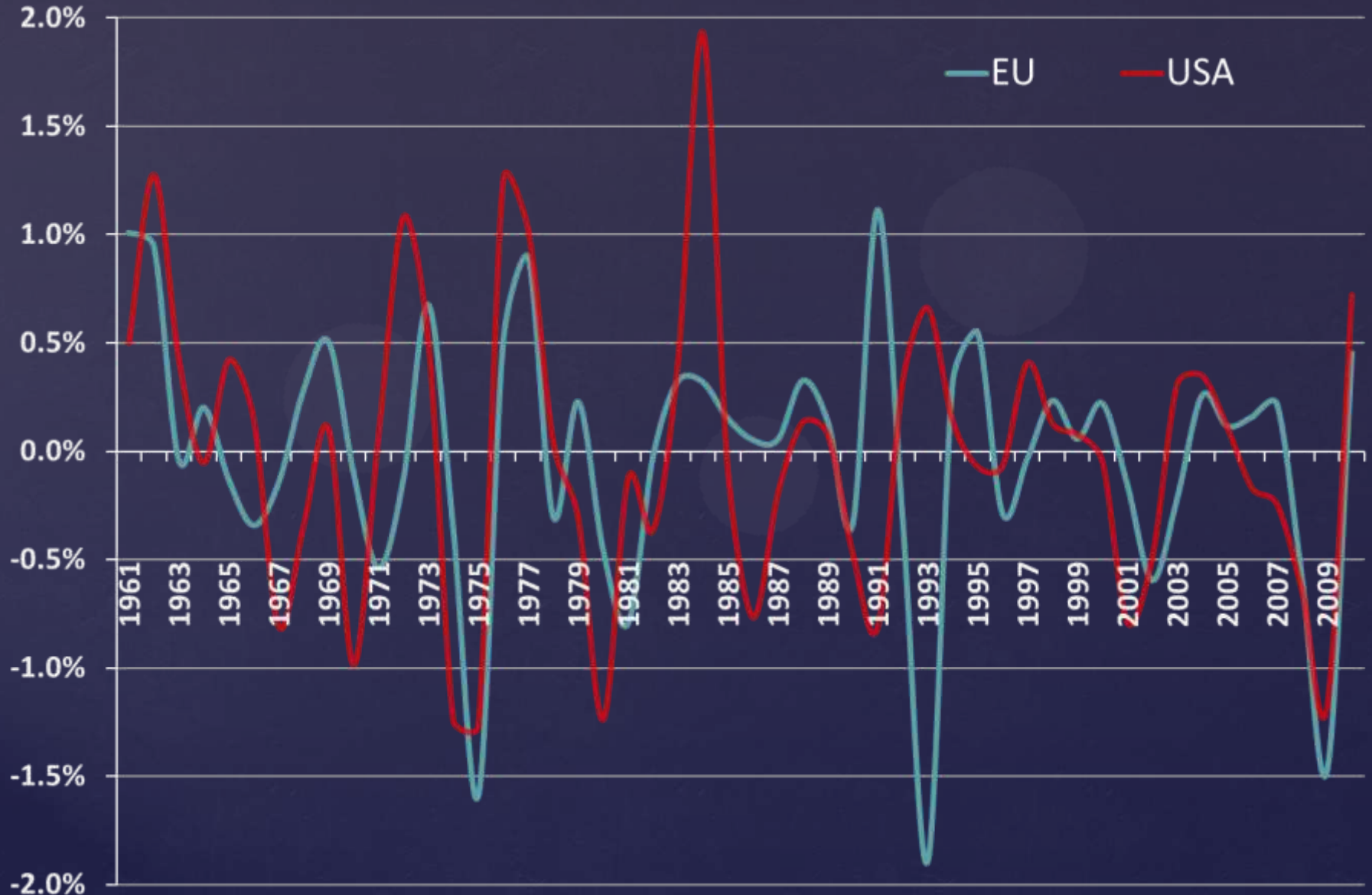
A Long- and Short-term Forecast

The Short-term National Outlook

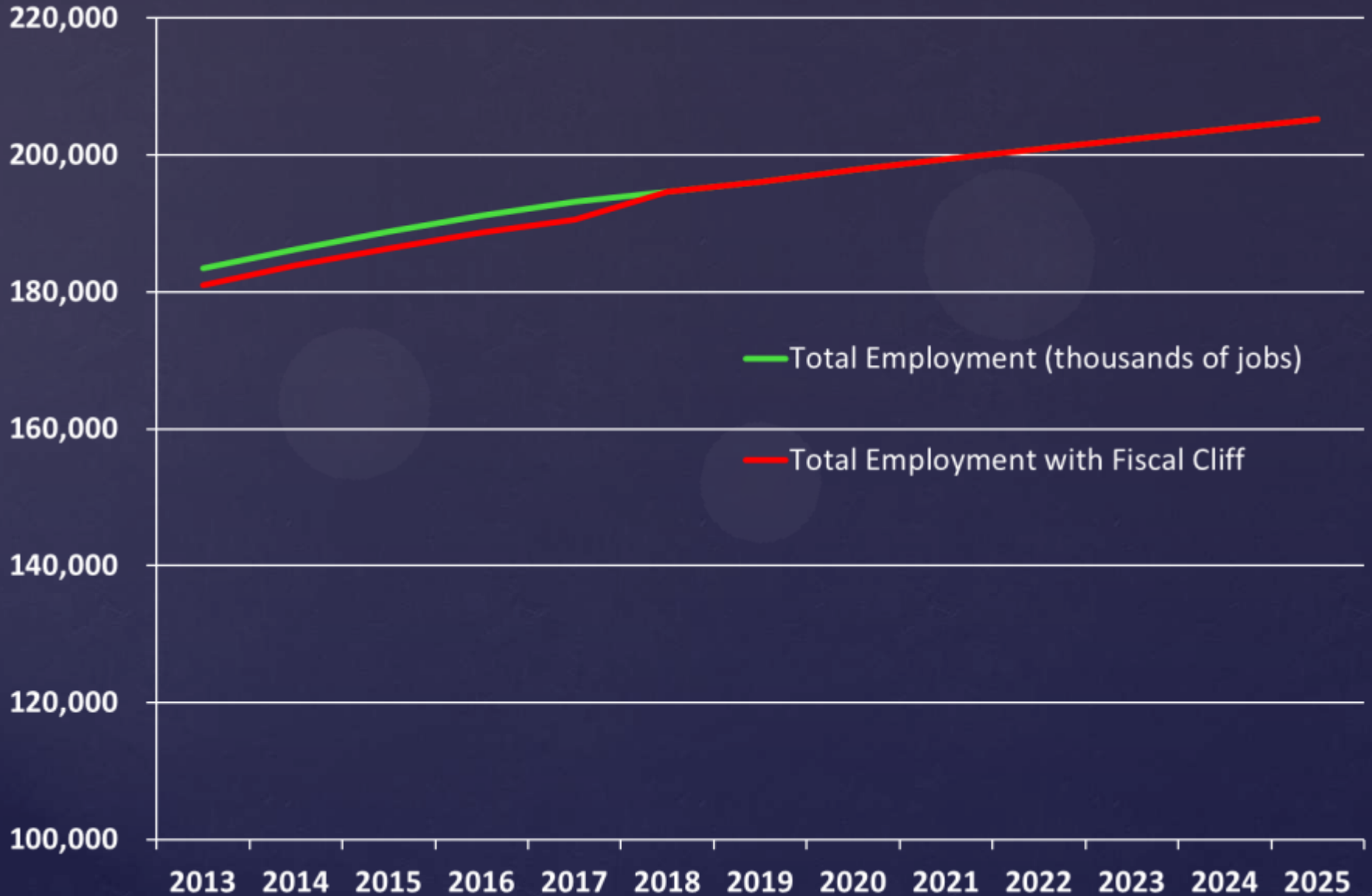
US ECONOMY IN 2013

	2012 Avg. (%)	<i>Time Series Forecast 2013 (%)</i>				2013 Avg. (%)	Blue Chip
		Q1	Q2	Q3	Q4		
Real GDP Growth	1.9	2.4	1.5	3.1	1.1	2.0	2.0
Inflation Rate	2.0	2.1	1.9	2.2	2.1	2.1	1.8
Unemployment Rate	8.1	8.1	8.2	8.1	8.3	8.2	7.9
10-year Treasury Bond	1.8	1.8	1.9	2.0	2.2	2.0	2.1

The European Linkages

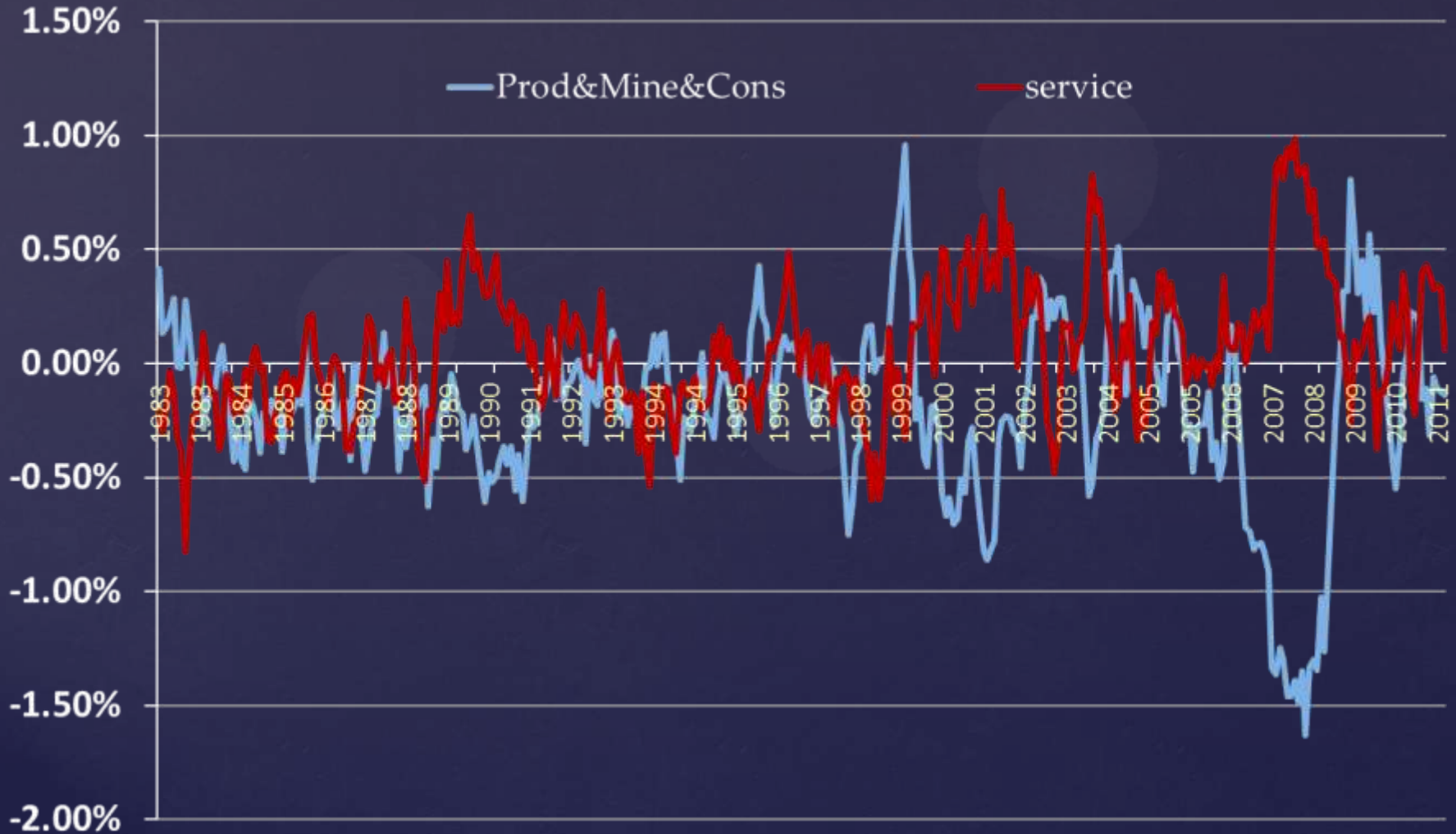


US Employment Forecast



Labor Market

(year over year change in the share of employment in production / mining / construction vs. services)



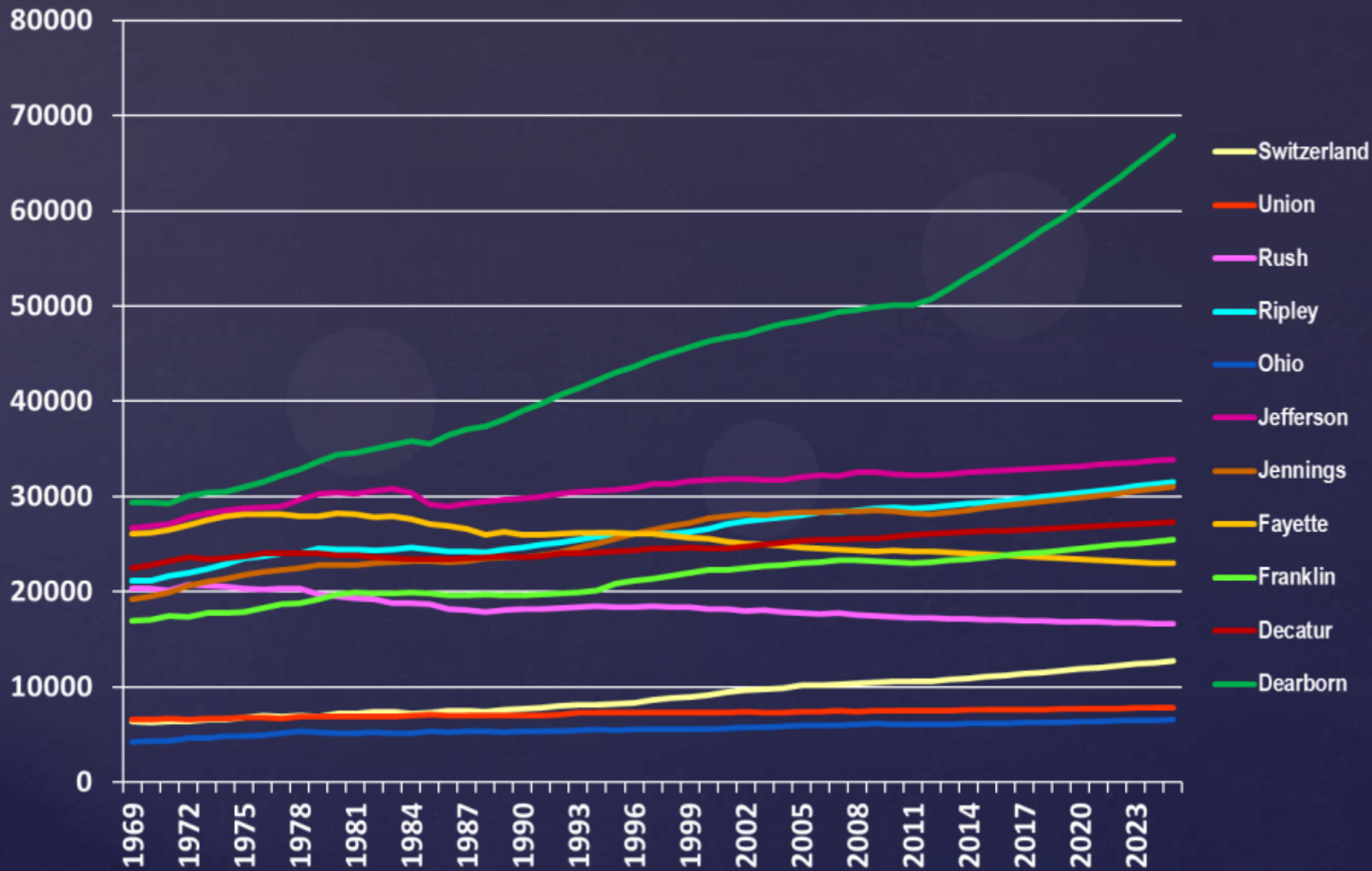
Indiana Short-term Forecast

<i>Personal Income Growth</i>	2013	2014
Mining	5.5%	5.9%
Construction	4.5%	5.1%
Durable Goods Manufacturing	-4.4%	-5.0%
Non-durable Goods Manuf.	2.5%	2.4%
Retail	-0.5%	-1.0%
Utilities	4.5%	4.7%
Wholesale	1.1%	0.9%
Transportation	-1.5%	-2.9%
Healthcare	4.7%	4.7%
Information Services	-0.8%	-1.3%
Finance, Insurance & Real Estates	-1.3%	-2.1%
Total Personal Income	2.4%	2.1%
Unemployment Rate	7.8%	7.2%

Indiana Long-term Forecast

Baseline growth rates	2013-2018	2019-2025
Total Employment	0.75%	0.69%
Gross Domestic Product	3.14%	2.13%
Personal Income	5.03%	5.37%
Population	0.50%	0.63%
Per Capita Income	4.43%	4.57%

Southeastern Indiana Population Forecast



Average Annual Growth Rate in Personal Income

	Switzerland	Union	Rush	Ripley	Ohio	Jefferson	Jennings	Fayette	Franklin	Decatur	Dearborn	SEI Region
2013-2018	1.21%	0.26%	-0.23%	0.57%	0.51%	0.31%	0.63%	-0.35%	0.63%	0.28%	1.96%	0.67%
2019-2025	1.28%	0.30%	-0.21%	0.62%	0.56%	0.34%	0.67%	-0.33%	0.68%	0.32%	2.07%	0.76%

Average Annual Growth Rate in Population

	Switzerland	Union	Rush	Ripley	Ohio	Jefferson	Jennings	Fayette	Franklin	Decatur	Dearborn	SEI Region
2013-2018	2.34%	5.49%	3.25%	0.43%	0.51%	2.54%	0.83%	-4.49%	4.67%	4.05%	10.55%	3.95%
2019-2025	3.53%	7.12%	4.55%	1.40%	0.56%	3.75%	1.84%	-3.85%	6.18%	5.46%	7.44%	4.87%

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