

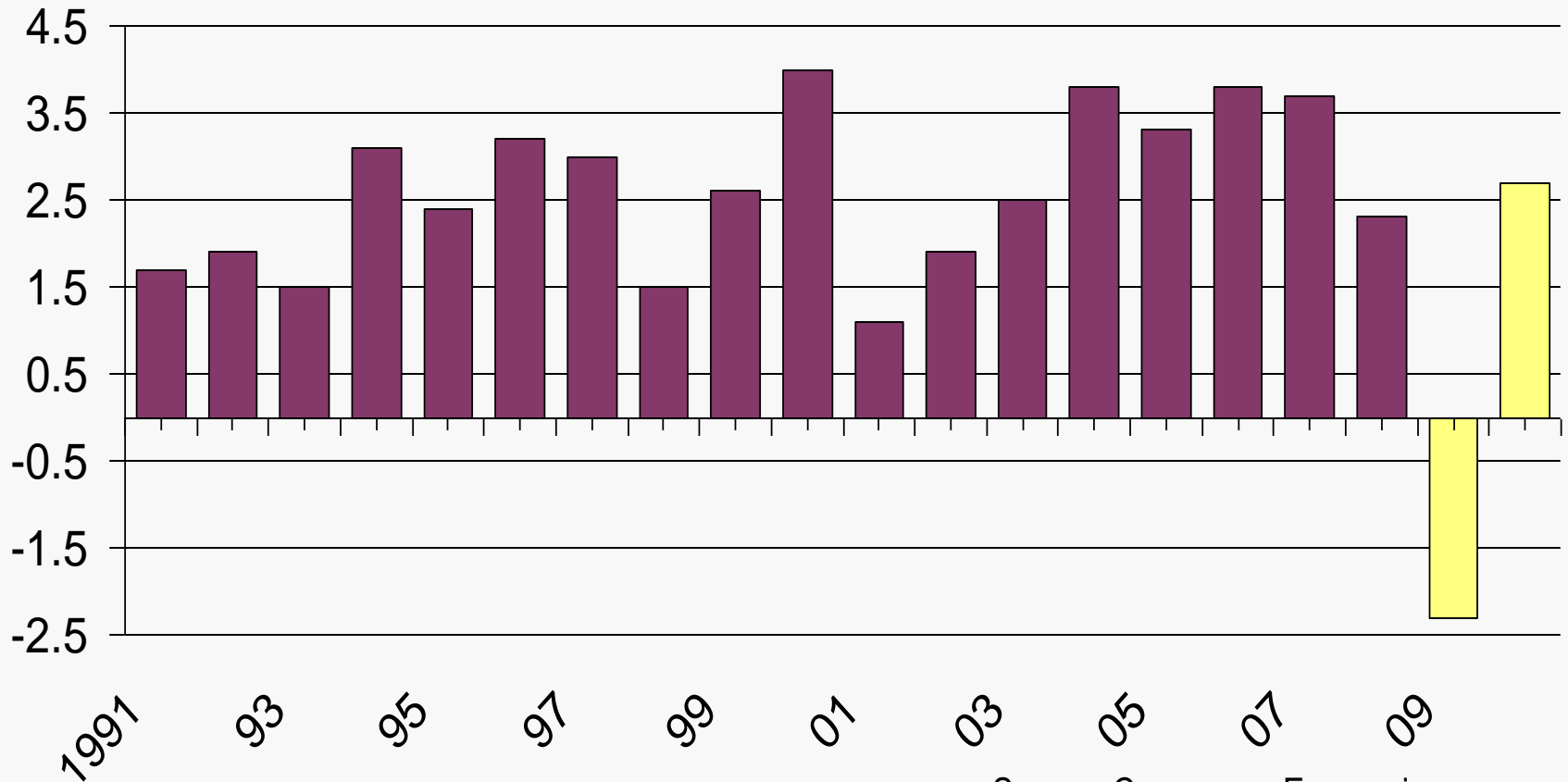


Saskatoon: What did 2009 Bring and What Can We Look Forward to in 2010

Mario Lefebvre
Director, Centre for Municipal Studies

Saskatoon, Saskatchewan
November 25, 2009

World Real GDP Growth (annual per cent change)

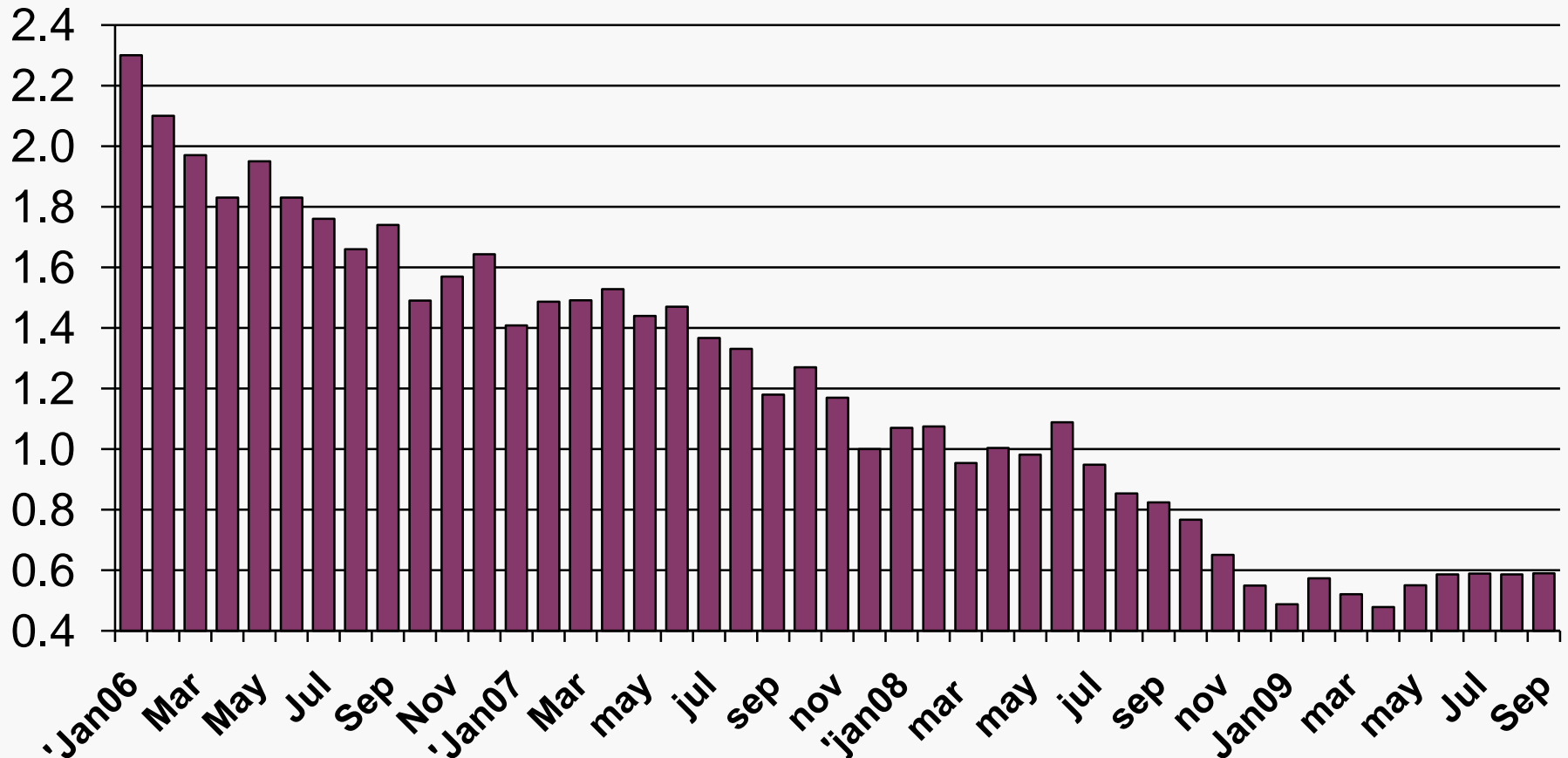


Source: Consensus Economics.



US Housing Starts

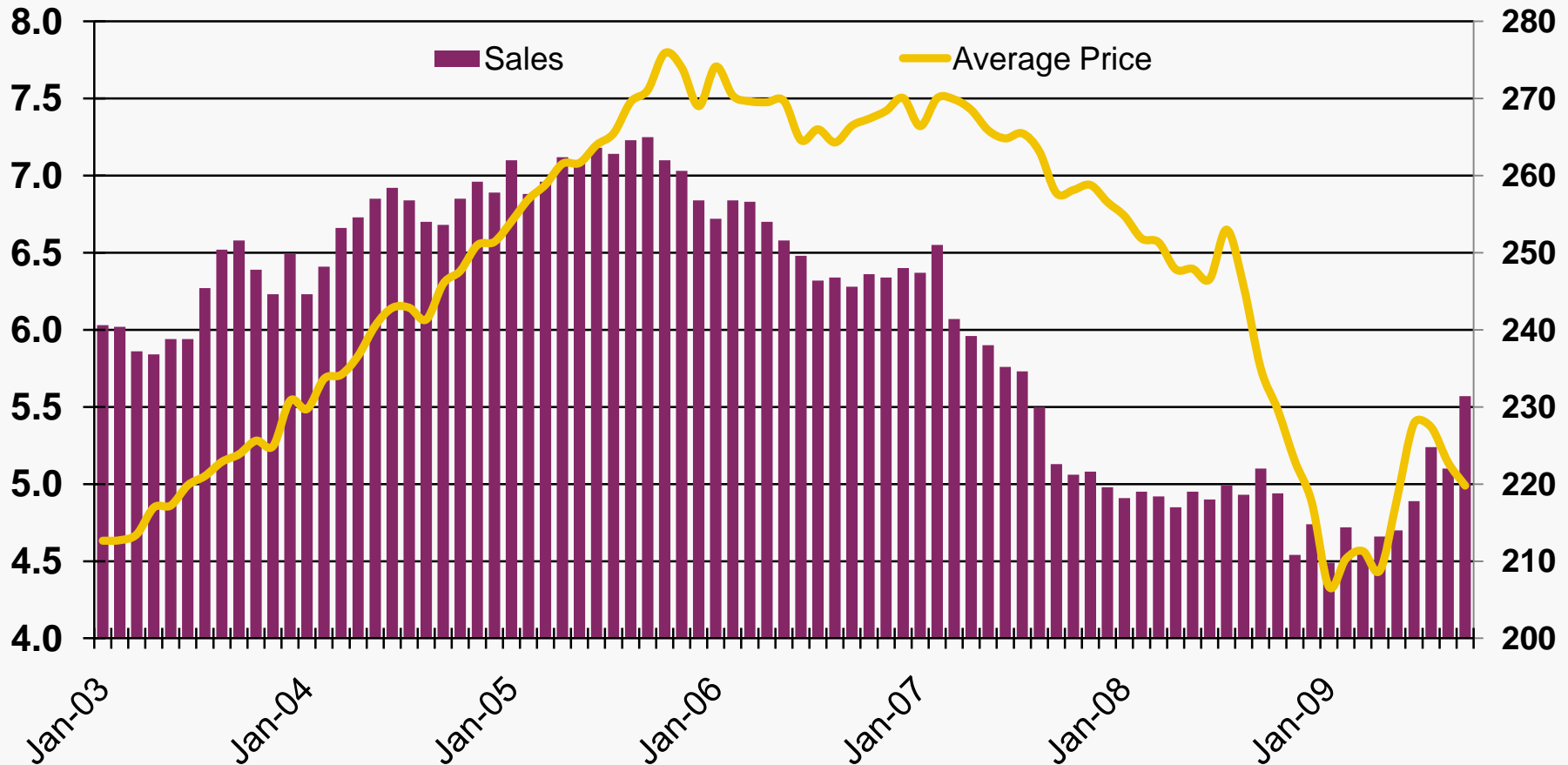
(millions, SAAR)



Source: Moody's Economy.com



U.S. Existing Home Sales and Prices (millions SAAR; \$thousands)

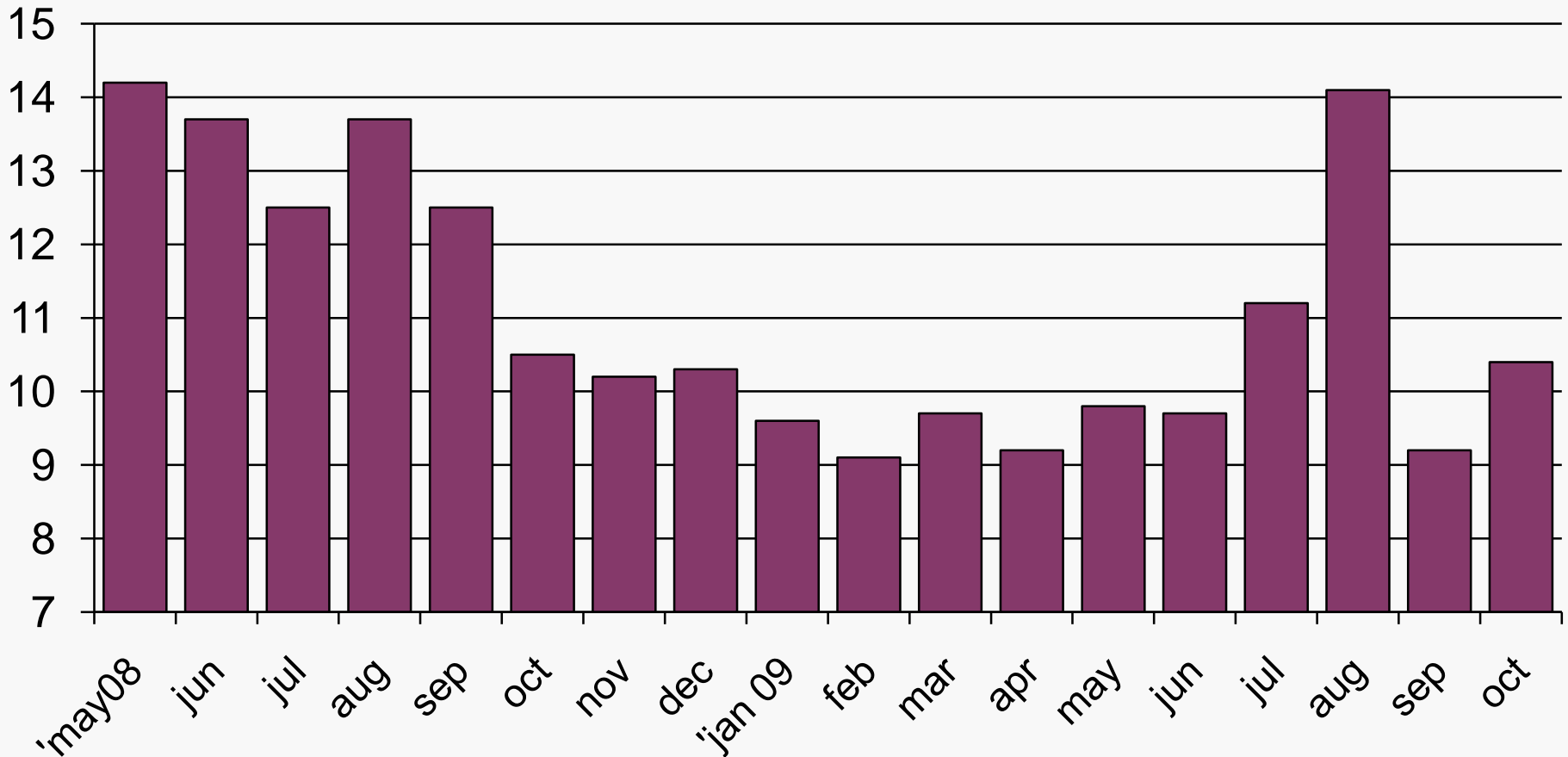


Source: National Assn. of Realtors.



U.S. Vehicle Sales

(millions, annualized)

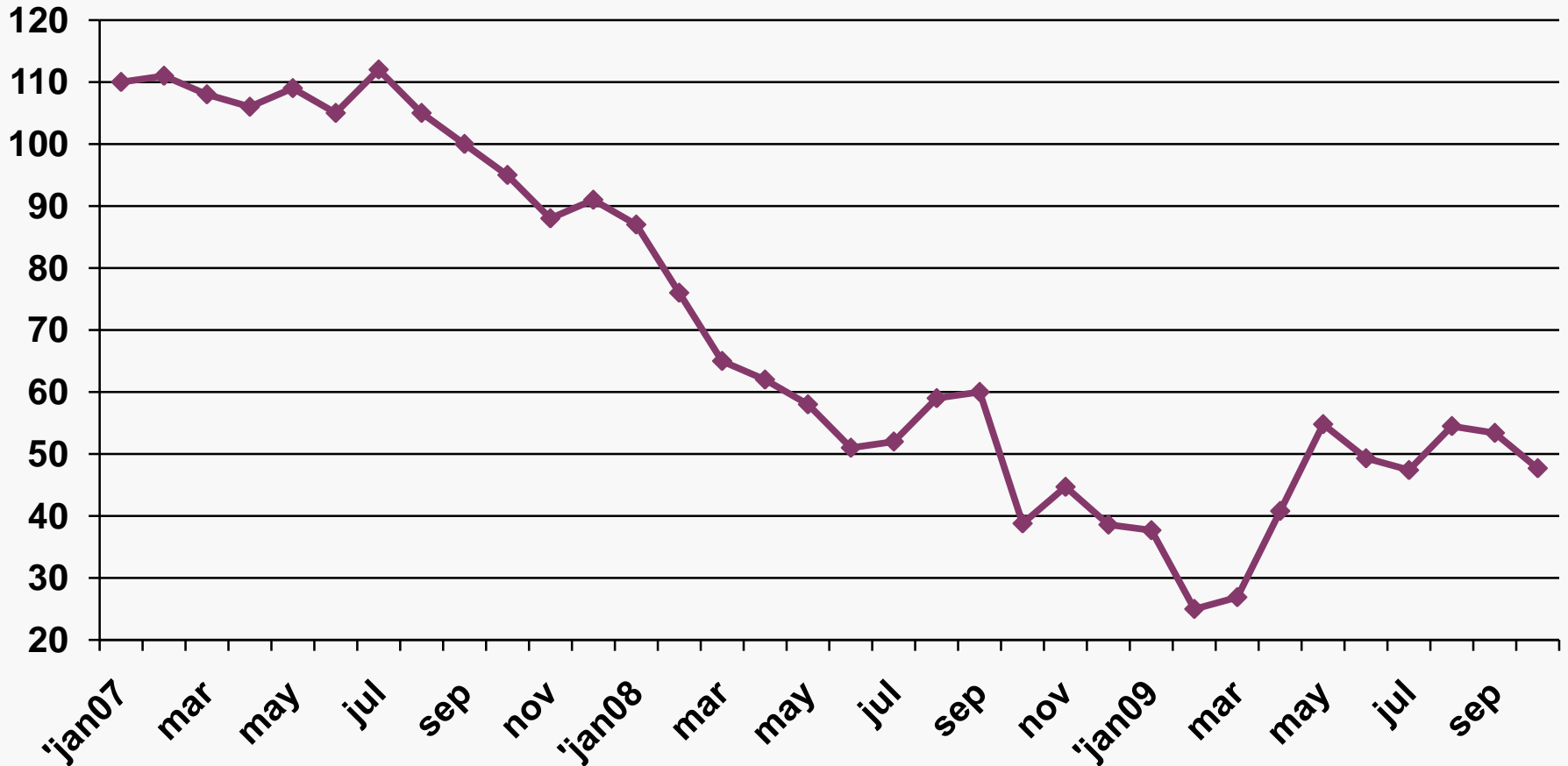


Source: Moody's Economy.com



U.S. Consumer Confidence

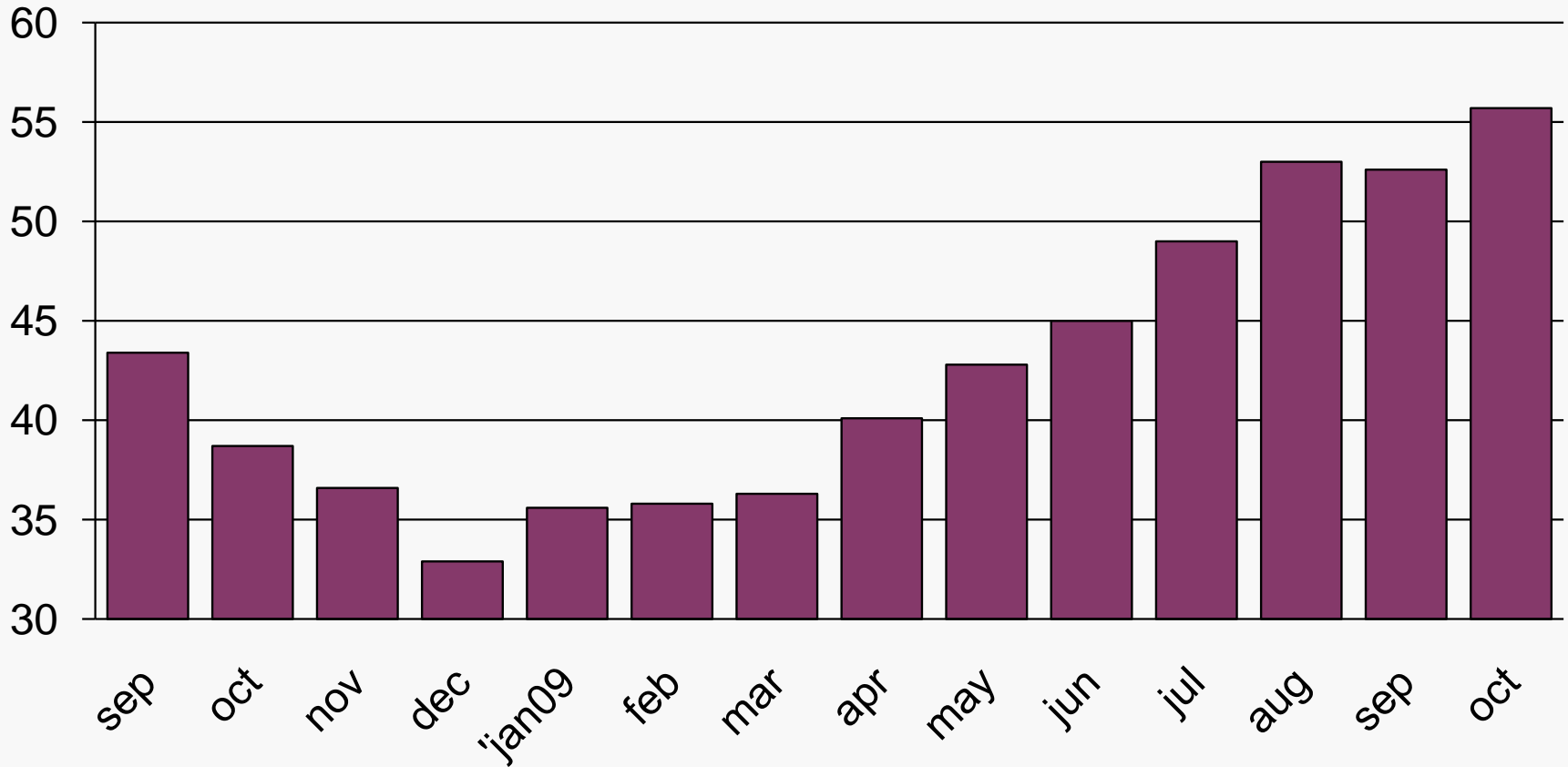
(1985=100)



Source: The Conference Board Inc.



U.S. ISM Manufacturing Index

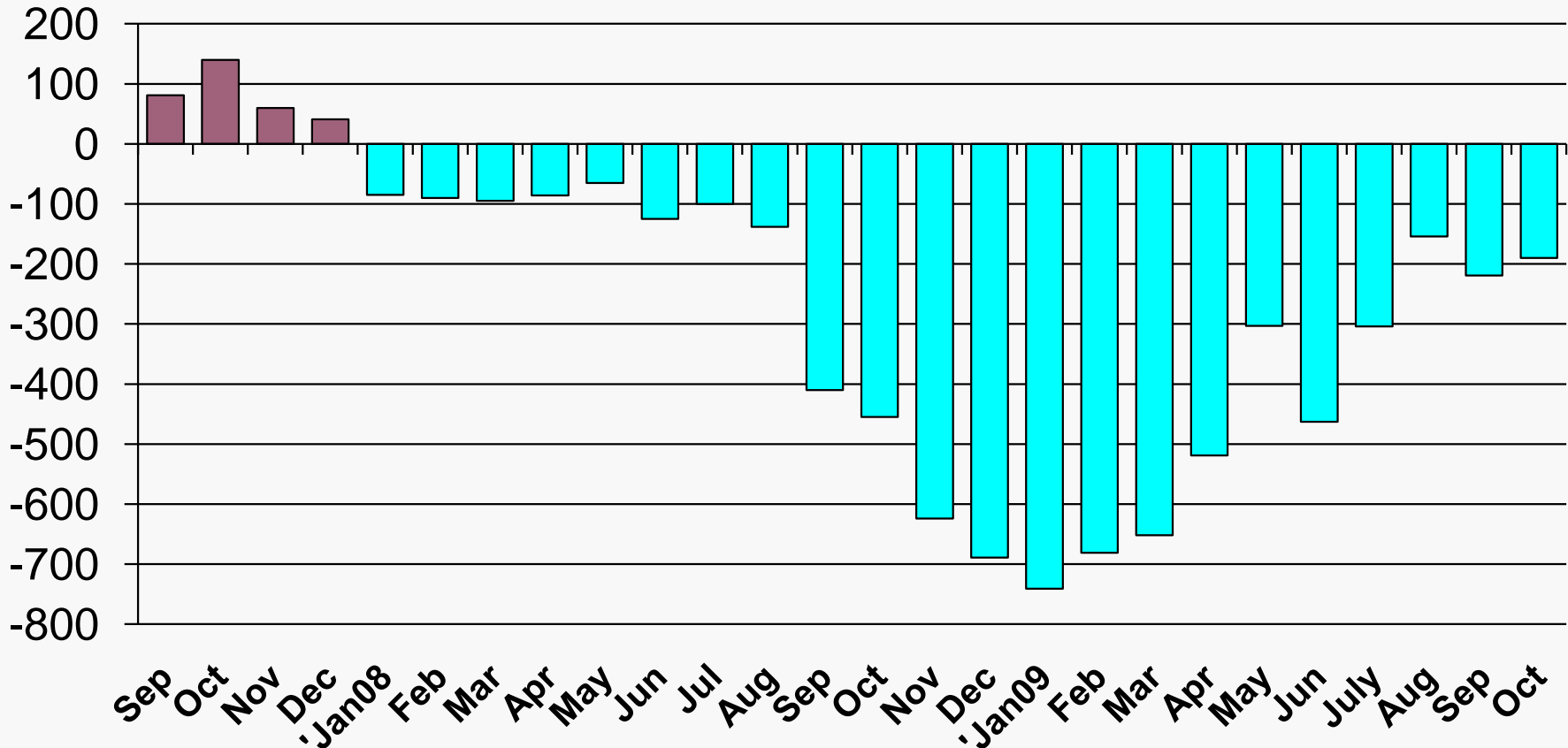


Source: Institute for Supply Management



U.S. Labour Market

(Change in U.S. Employment, 000s)

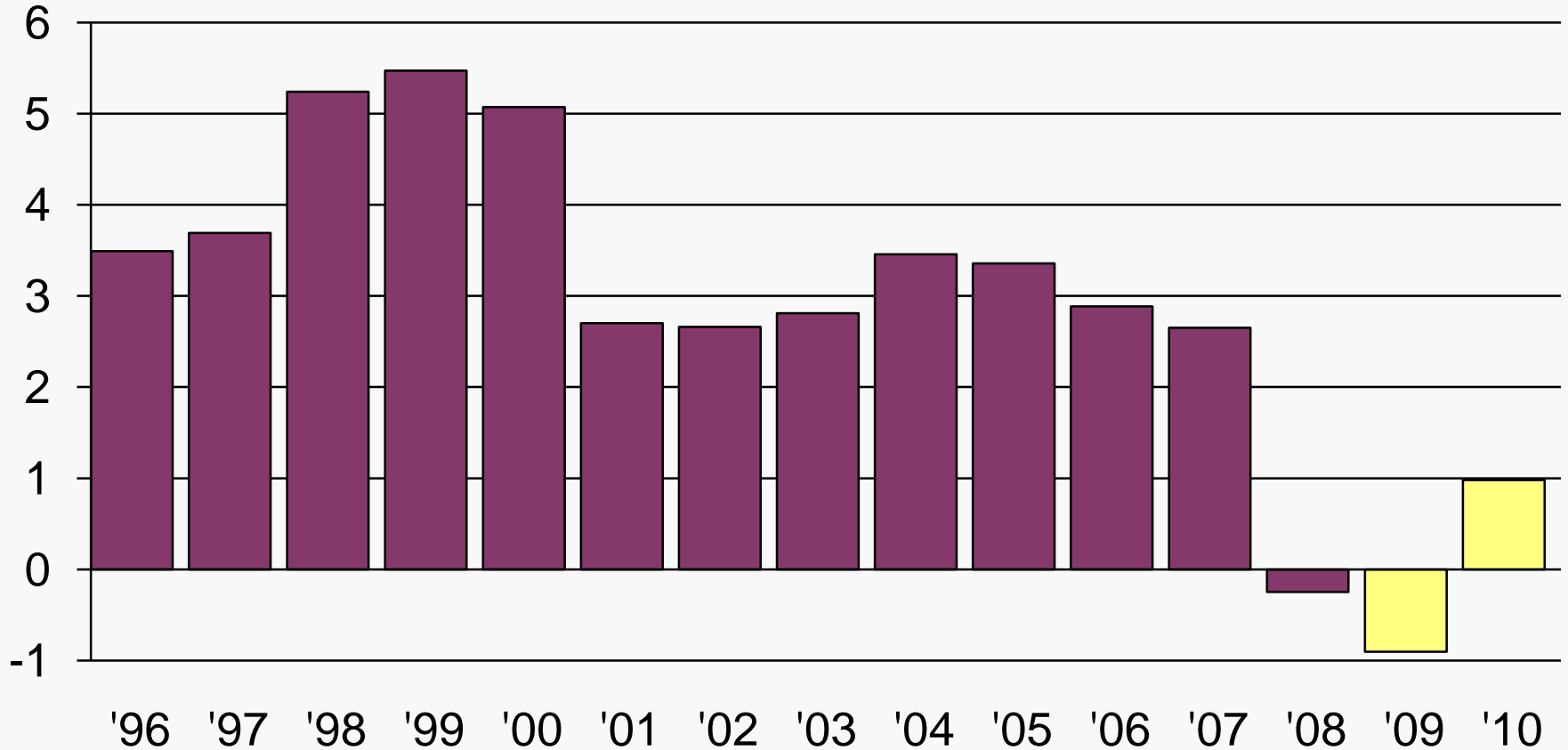


Source: Bureau of Economic Analysis.



U.S. Real Consumer Spending

(per cent change)



Sources: BEA; CBoC



U.S. Federal Deficit

(Unified, \$billions)



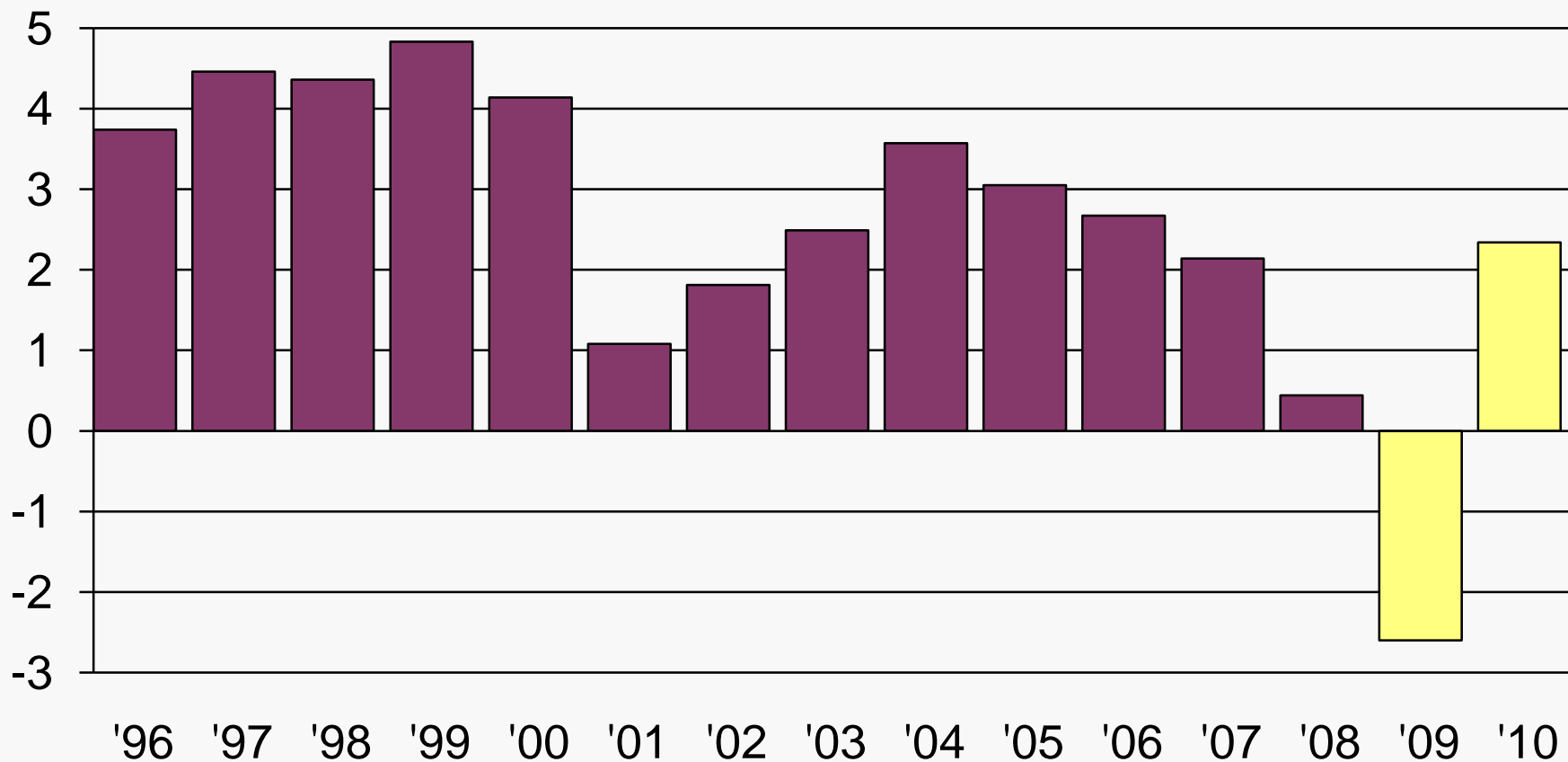
Sources: CBO; CBoC





U.S. Real GDP

(per cent change)



Sources: BEA; CBoC





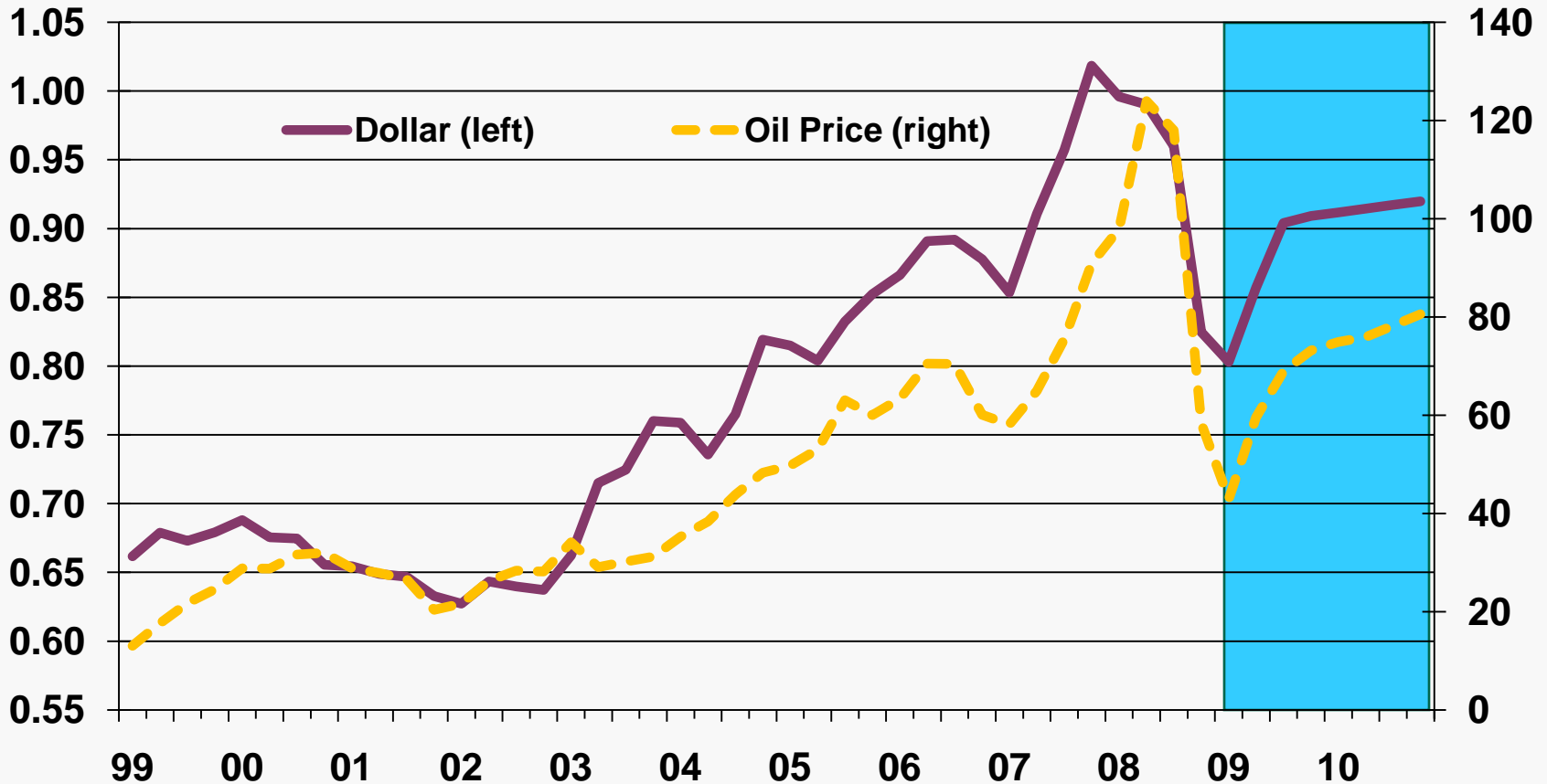
Canadian Outlook

- Canada at the bottom; growth recovery expected in second half of 2009
- Exceptional monetary and fiscal stimulus slowly pulling us out of recession
- Recovery in key exports will help
- Employment will lag recovery and the unemployment rate will peak at just over 9 per cent next year
- Real GDP growth rebounding to 2.9 per cent next year



The Loonie and the Oil Price

WTI \$US, \$US/\$C

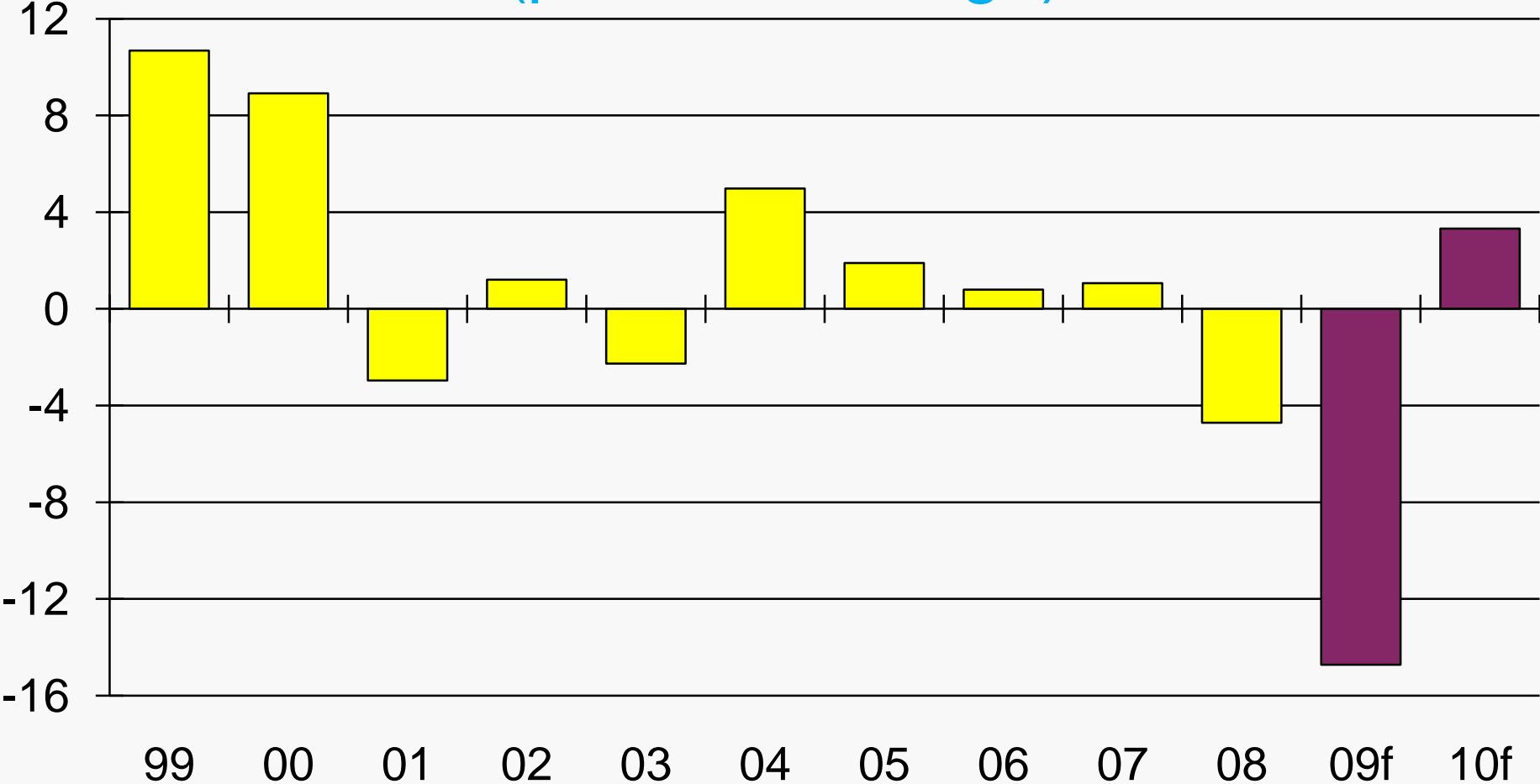


Sources: The Conference Board of Canada; U.S. EIA; Statistics Canada.



Real Exports

(per cent change)



Sources: The Conference Board of Canada; Statistics Canada

Employment Growth

Canada, 2000–10

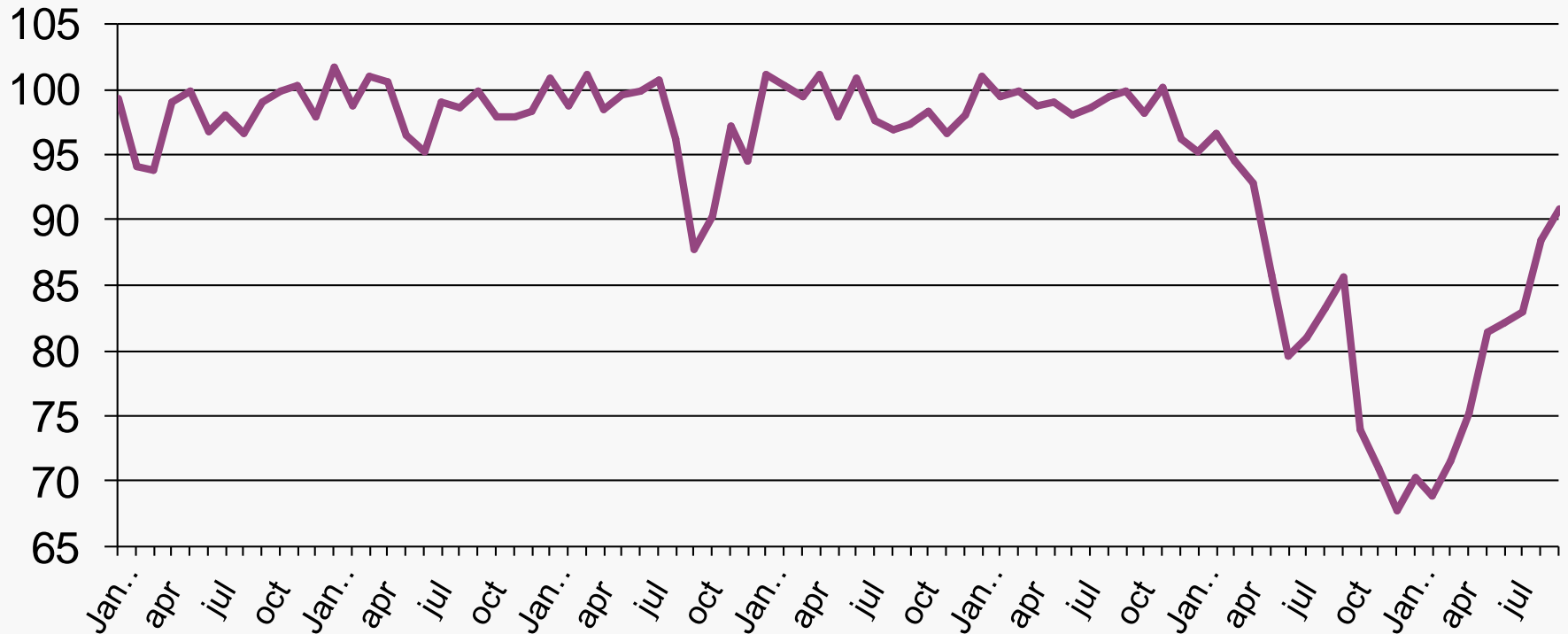


Sources: The Conference Board of Canada; Statistics Canada.



Index of Consumer Confidence, Canada

Jan 2003–Sept '09 (2002 =100)

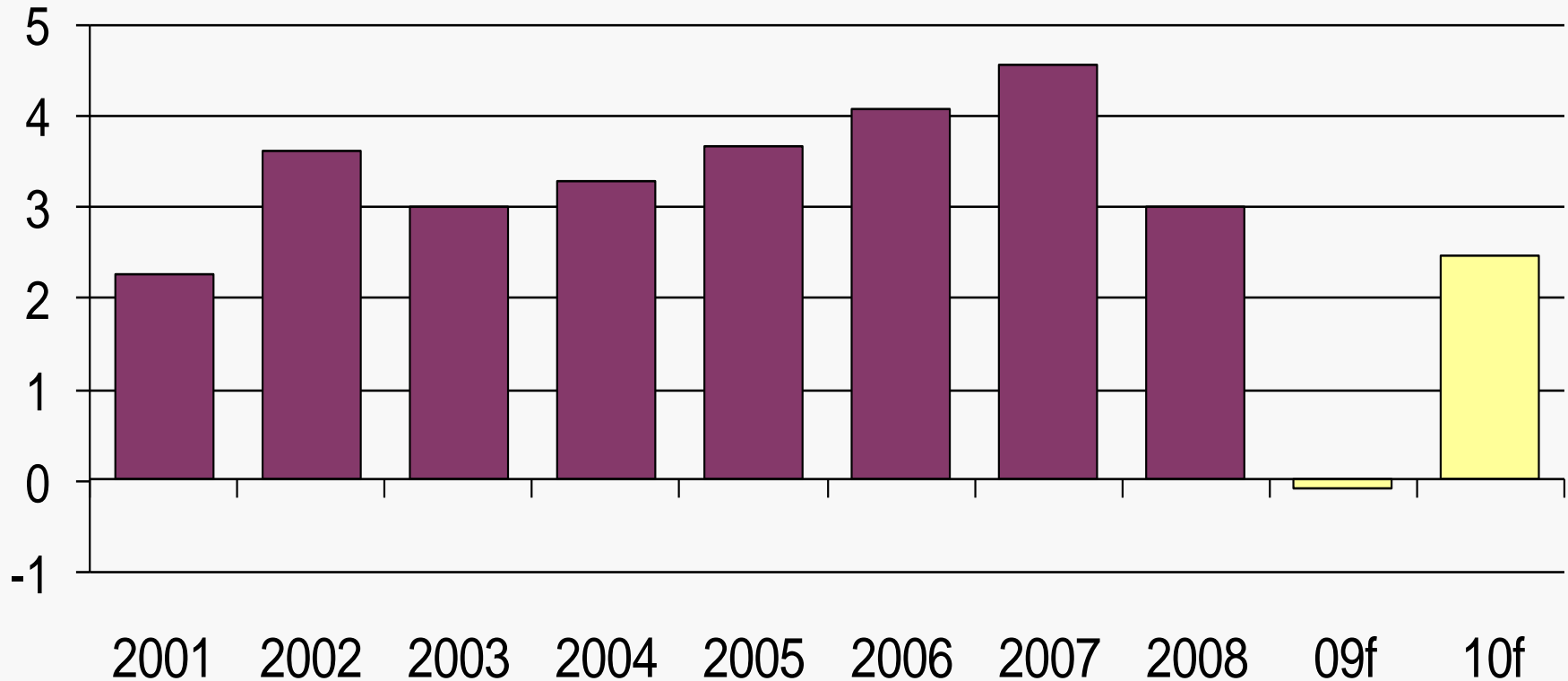


Source: The Conference Board of Canada.



Real Consumer Spending Growth

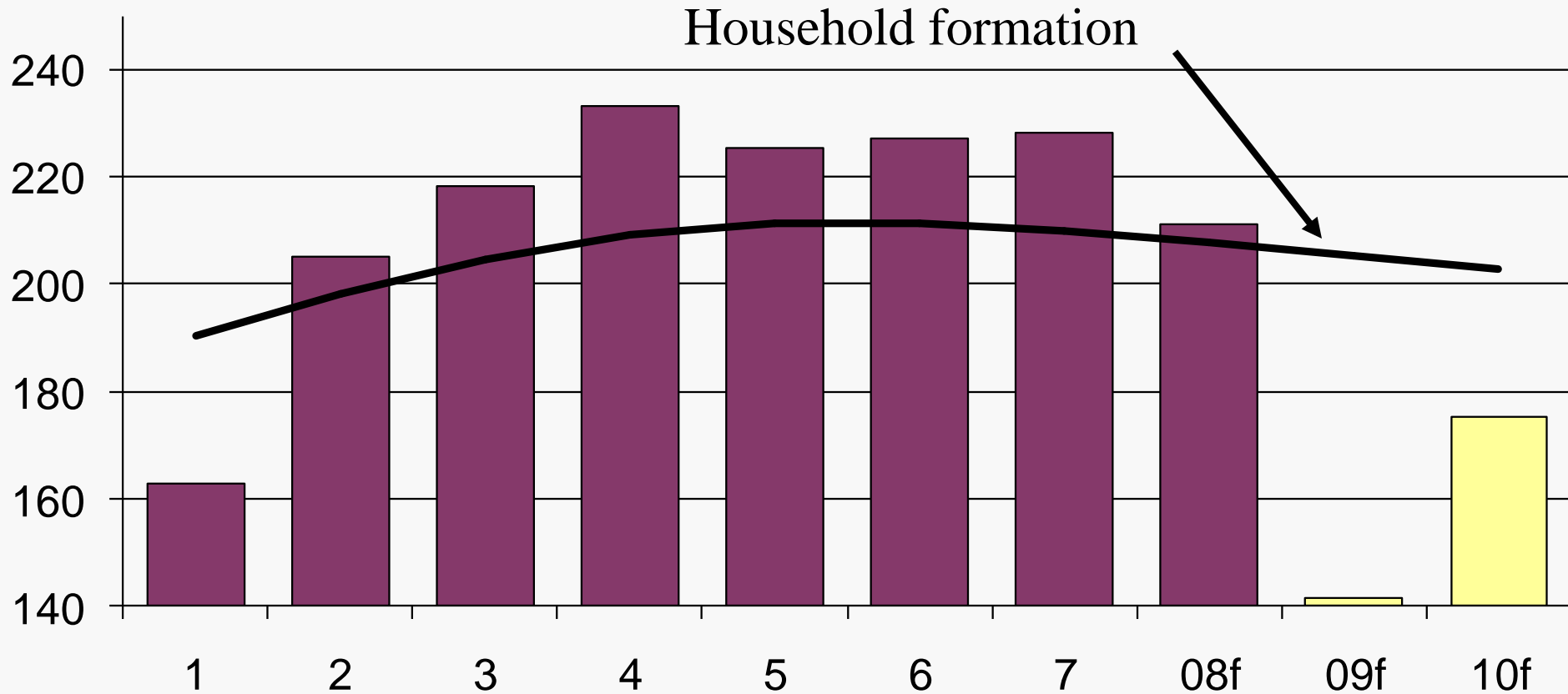
Canada 2001–10



Sources: The Conference Board of Canada; Statistics Canada.



Housing Starts vs. Demographic Requirements Canada 2001–10 (000s)

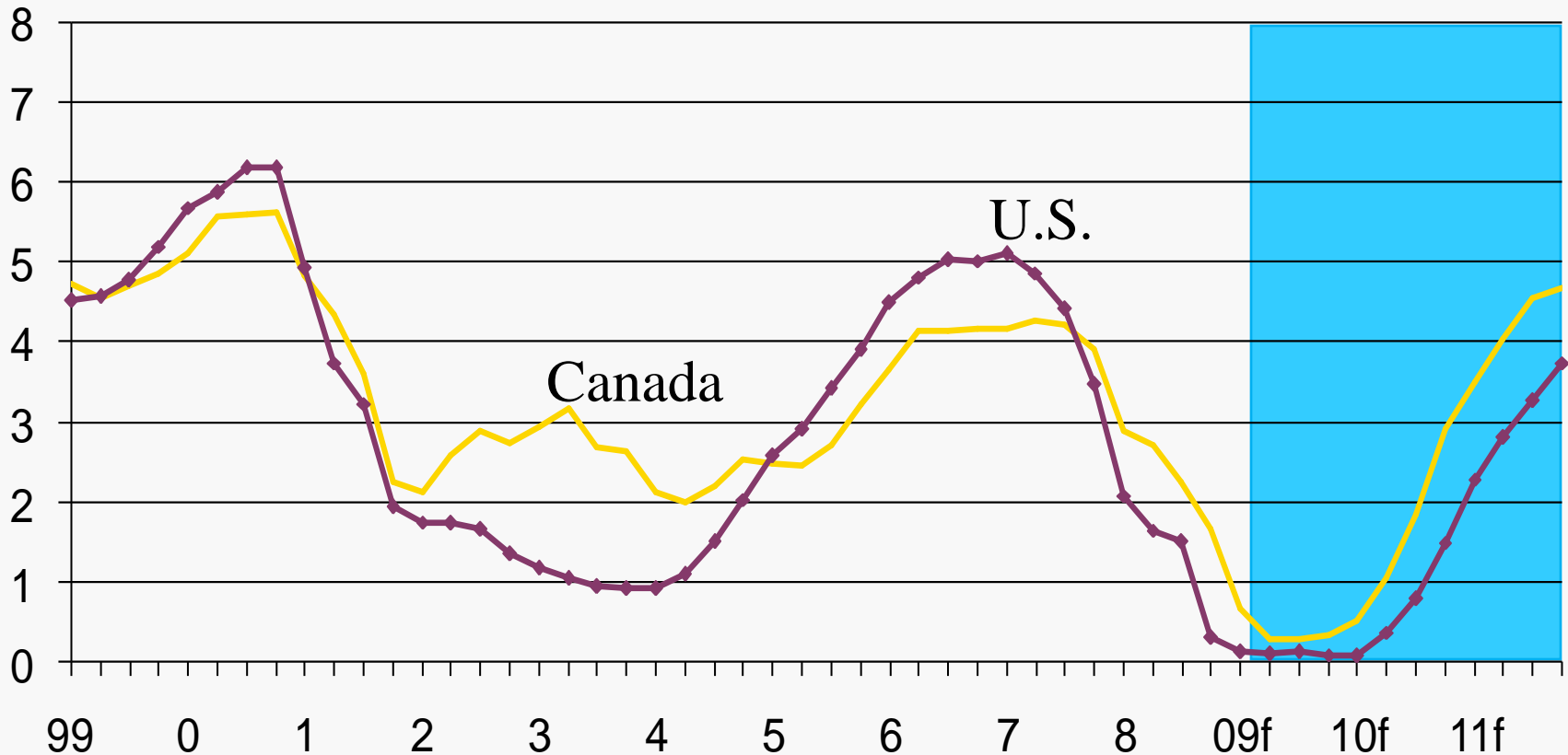


Sources: The Conference Board of Canada; Canada Mortgage and Housing Corporation.



Interest Rates (90-Day T-Bill)

Quarterly 1999–11

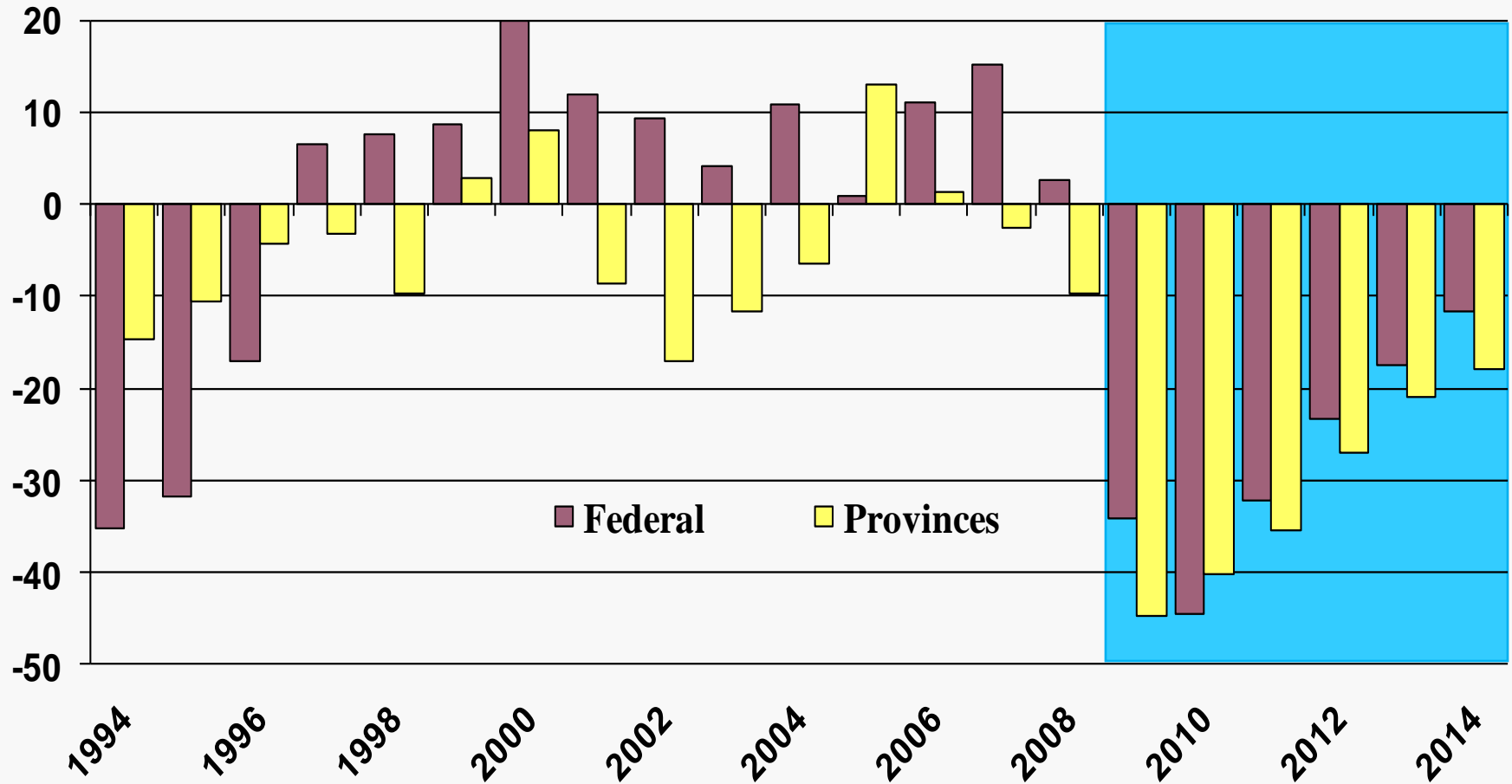


Sources: The Conference Board of Canada; BEA; Statistics Canada.



Federal and Regional Balances

National Accounts Basis (\$ billions)



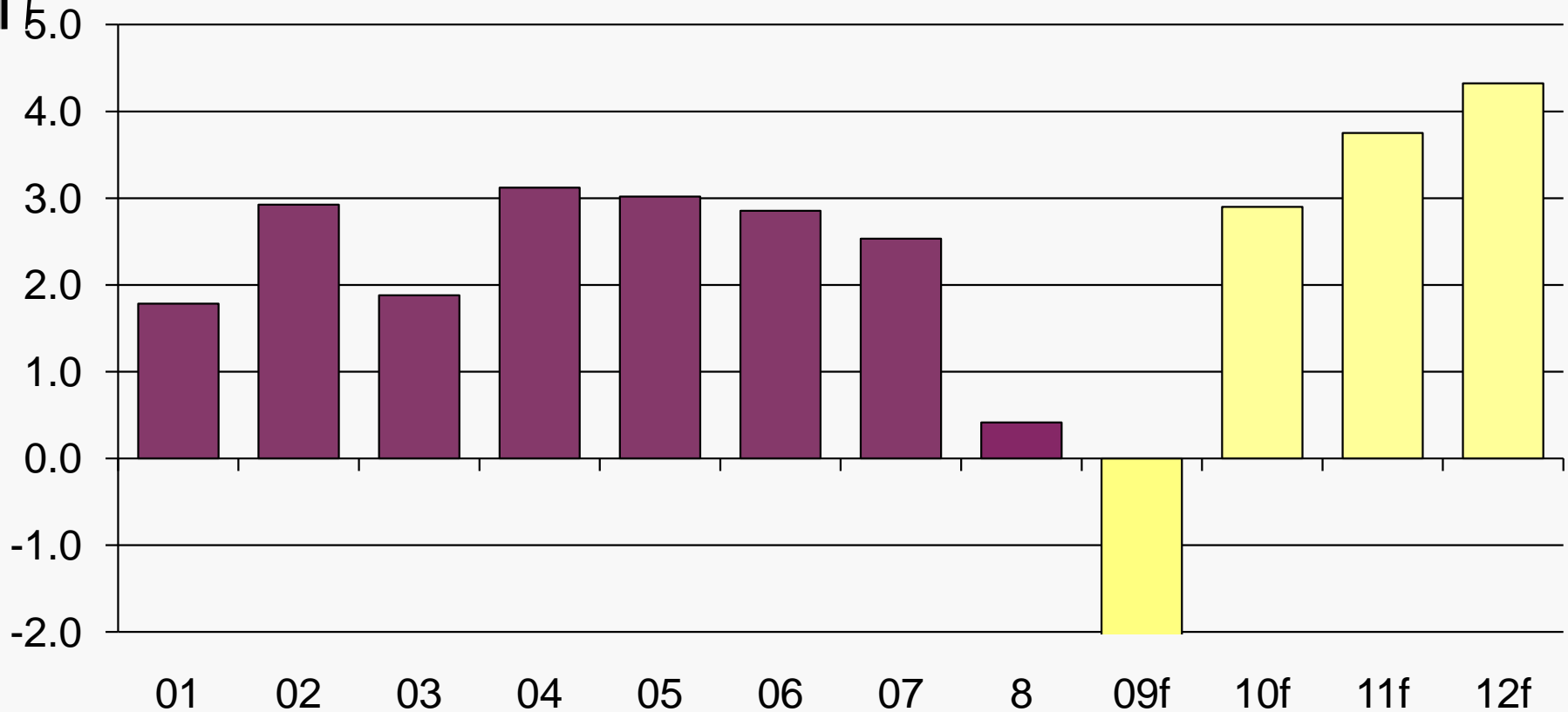
Sources: Statistics Canada; The Conference Board of Canada.





Real GDP Growth Rate

Canada 2001–12



Sources: The Conference Board of Canada; Statistics Canada.

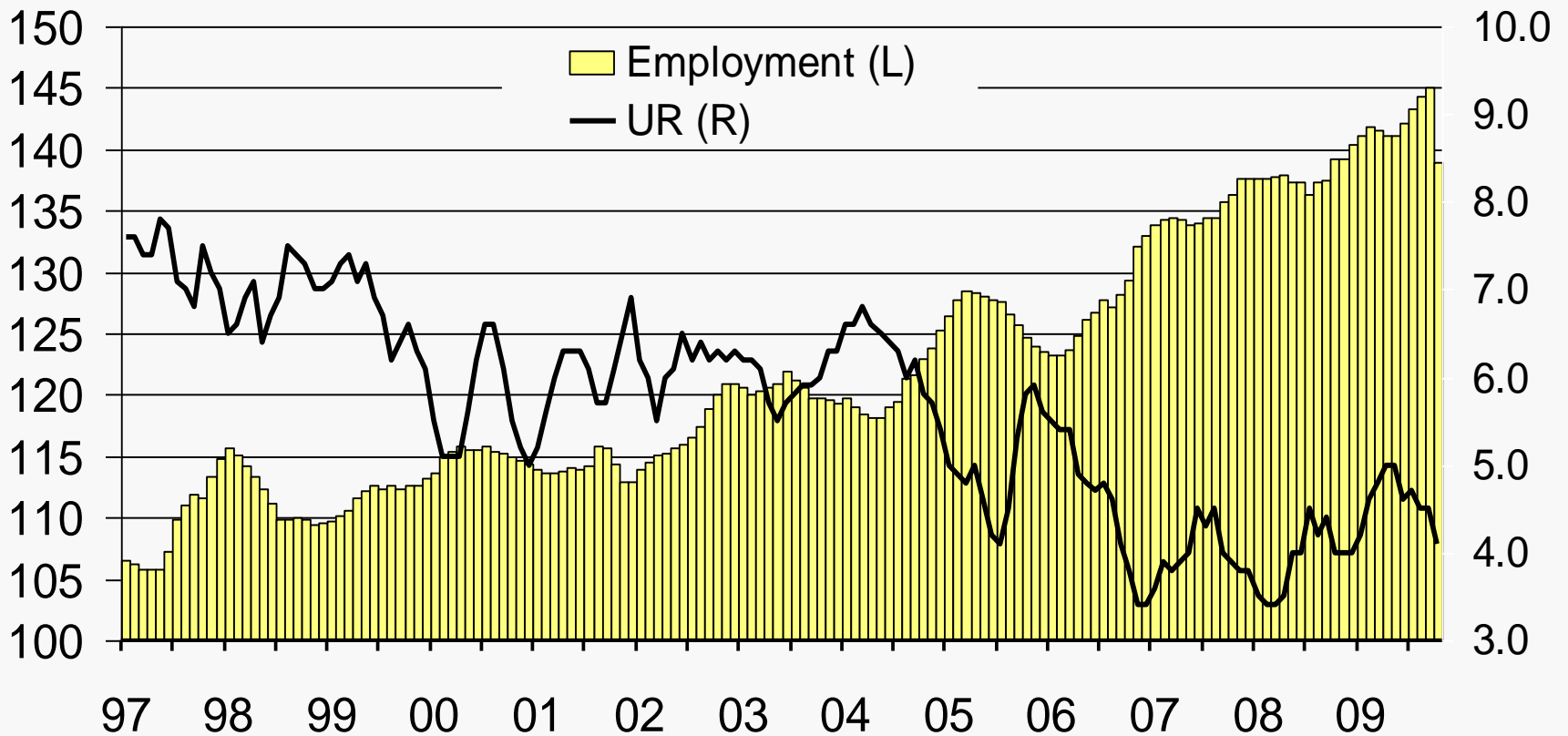


Saskatoon Economic Outlook: Highlights

- Notwithstanding softer economic activity, job growth remained vibrant in Saskatoon in 2009.
- Even though personal disposable income continued to grow and interest rates remained low, housing starts tumbled in 2009, a sign that the global recession took its toll on consumer confidence.
- The fundamentals are just too sound for the Saskatoon economy not to rebound in 2010, and real GDP growth is expected to reach 3.3 per cent next year, following a decline of 0.3 per cent in 2009.



Labour Market



Source: Statistics Canada.



Biggest Job Gains by Sector

October 2009 – October 2008

- Construction
- Real Estate
- Other Educational Services
- Municipal Public Administration
- Wholesale Trade
- Computer and Electronic Product Manufacturing
- Nursing and Residential Care Facilities
- Retail Trade
- Chemical Manufacturing



Biggest Job Losses by Sector

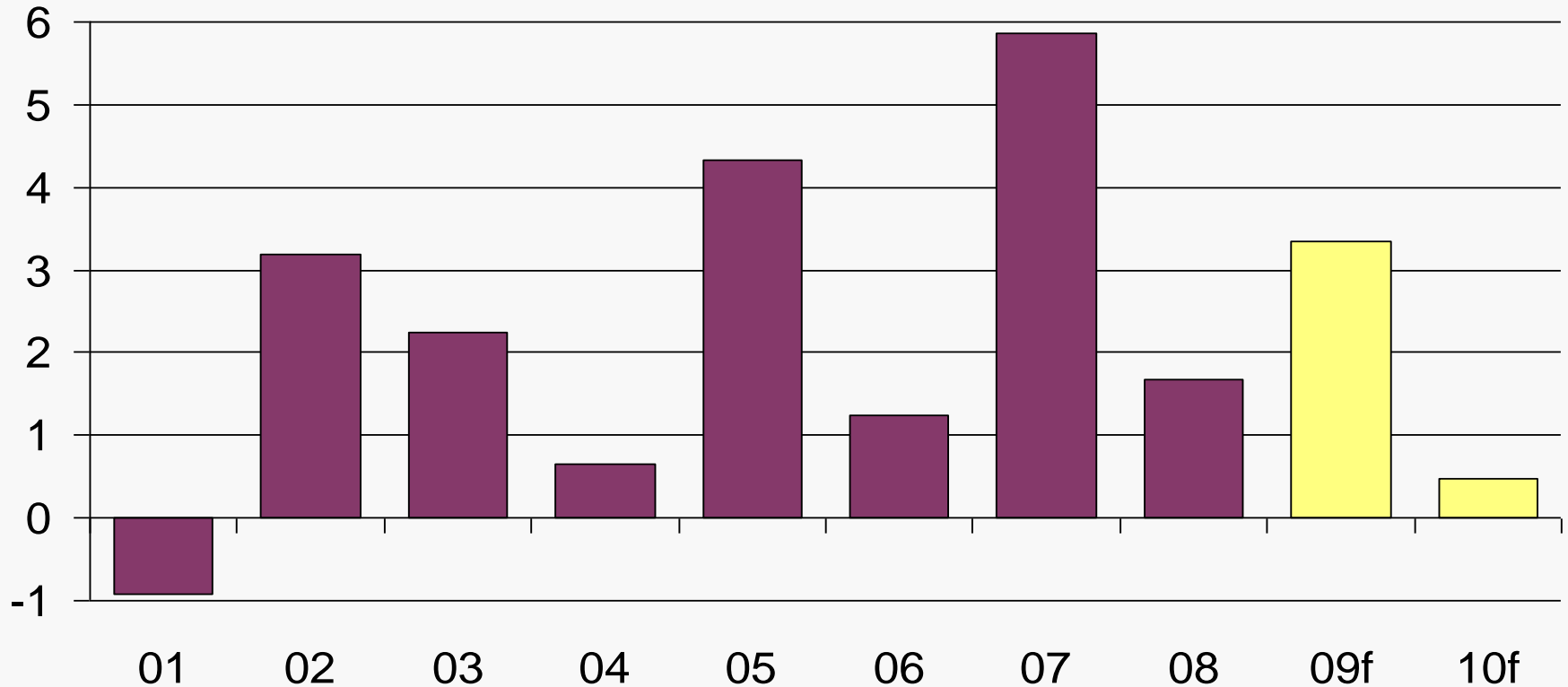
October 2009 – October 2008

- Architectural, Engineering and Design Services
- Insurance Carriers and Related Activities
- Fabricated Metal Product Manufacturing
- Agriculture
- Rental and Leasing Services
- Finance
- Food and Beverage Manufacturing
- Machinery Manufacturing
- Accommodation Services



Employment Growth

(Saskatoon 2001-2010)

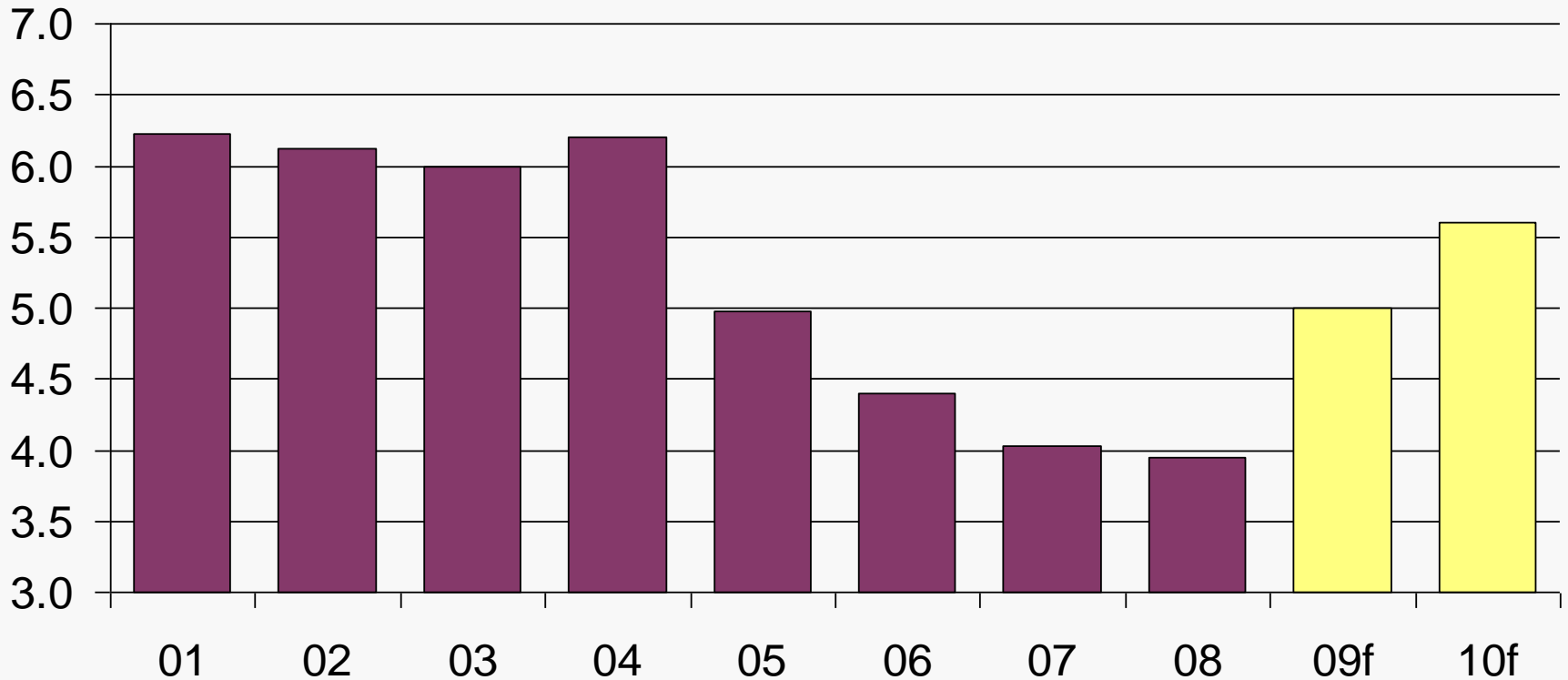


Sources: Conference Board of Canada; Statistics Canada.



Unemployment Rate

(Saskatoon 2001-2010)

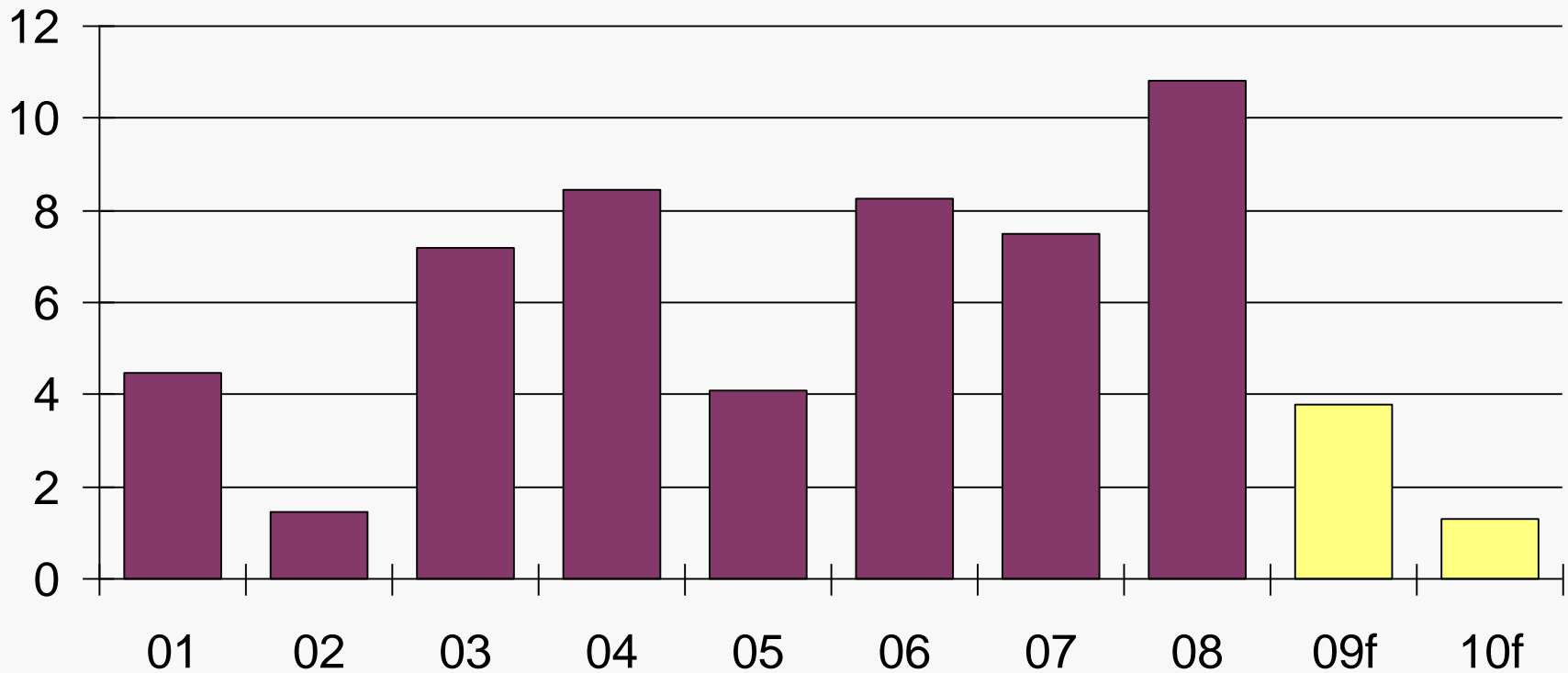


Source: Conference Board of Canada, Statistics Canada.



Disposable Income Growth

(Saskatoon 2001-2010)

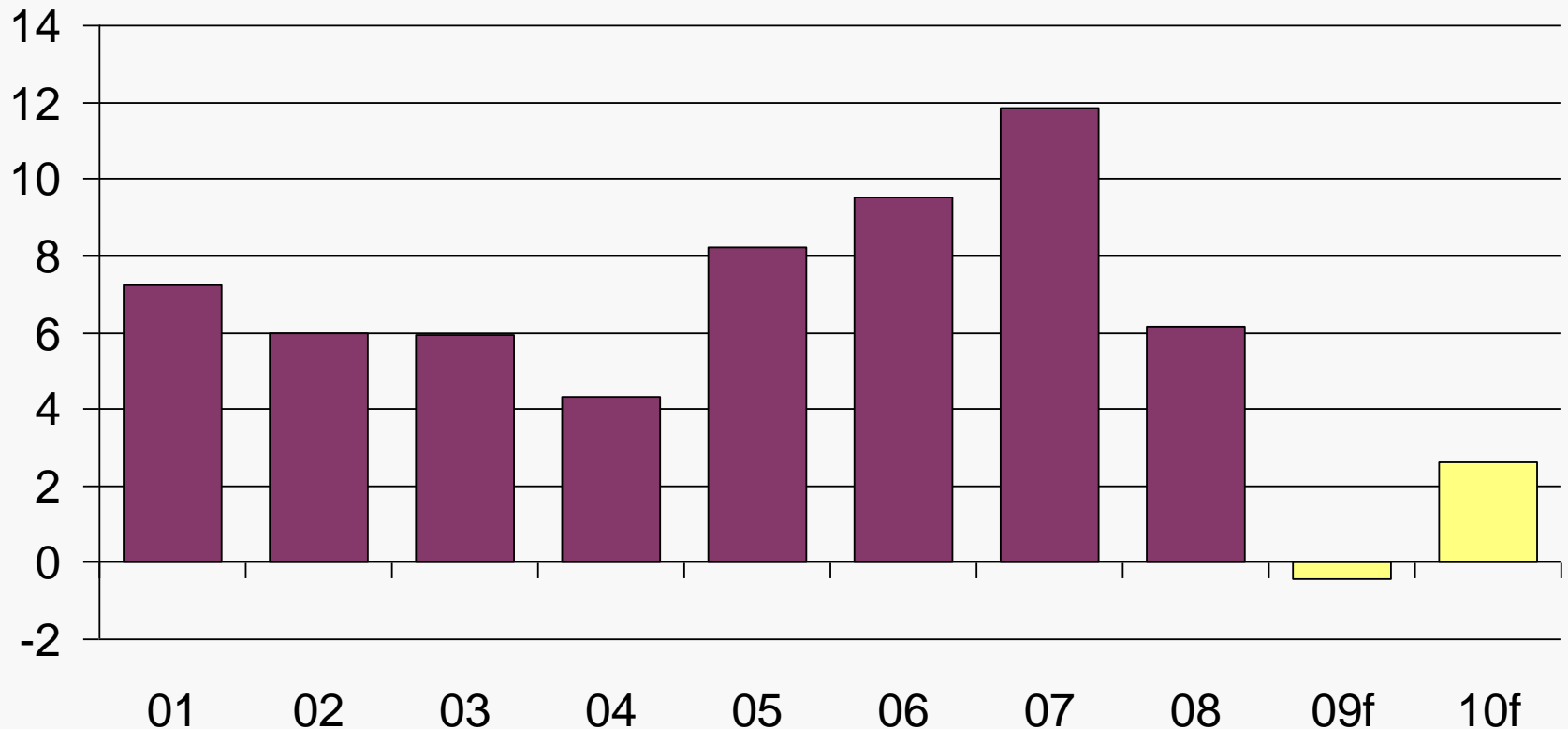


Sources: Conference Board of Canada; Statistics Canada.



Retail Sales Growth

(Saskatoon 2001-2010)

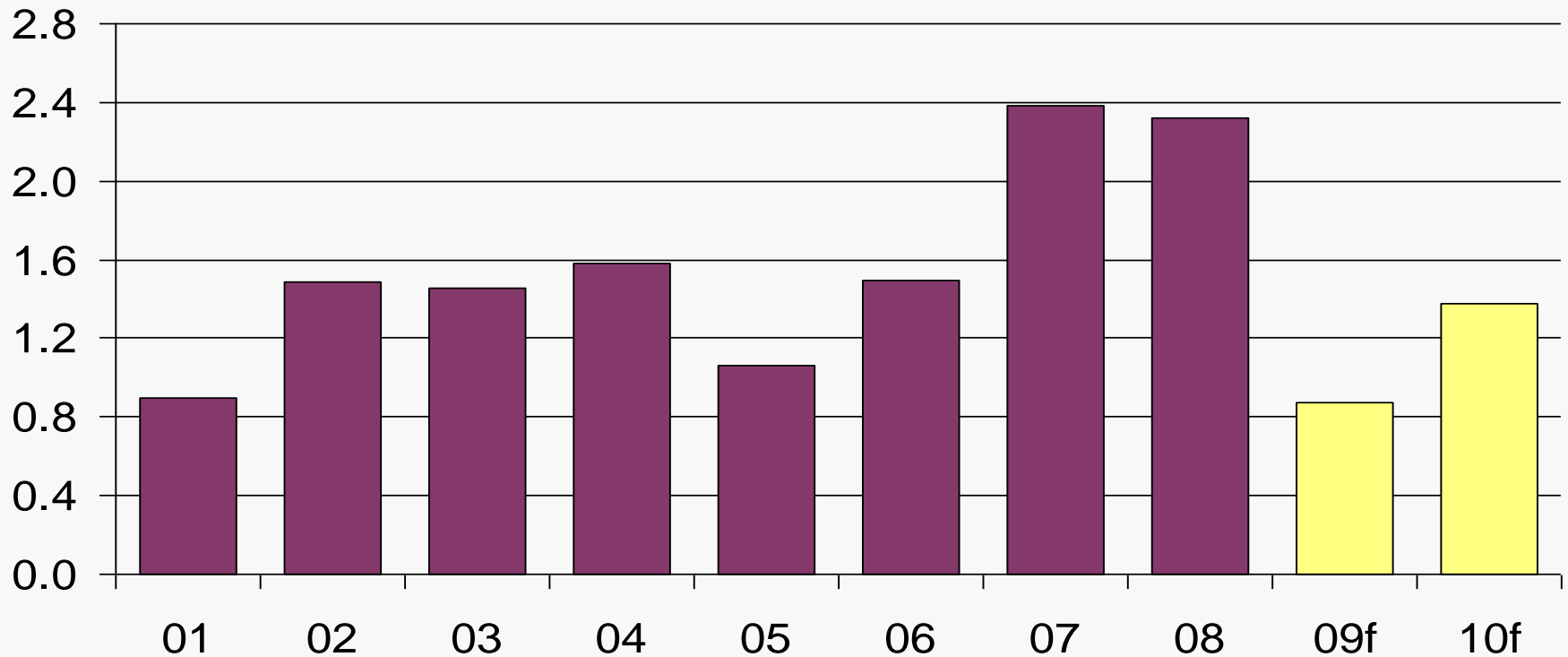


Source: Conference Board of Canada.



Housing Starts (000s)

(Saskatoon 2001-2010)

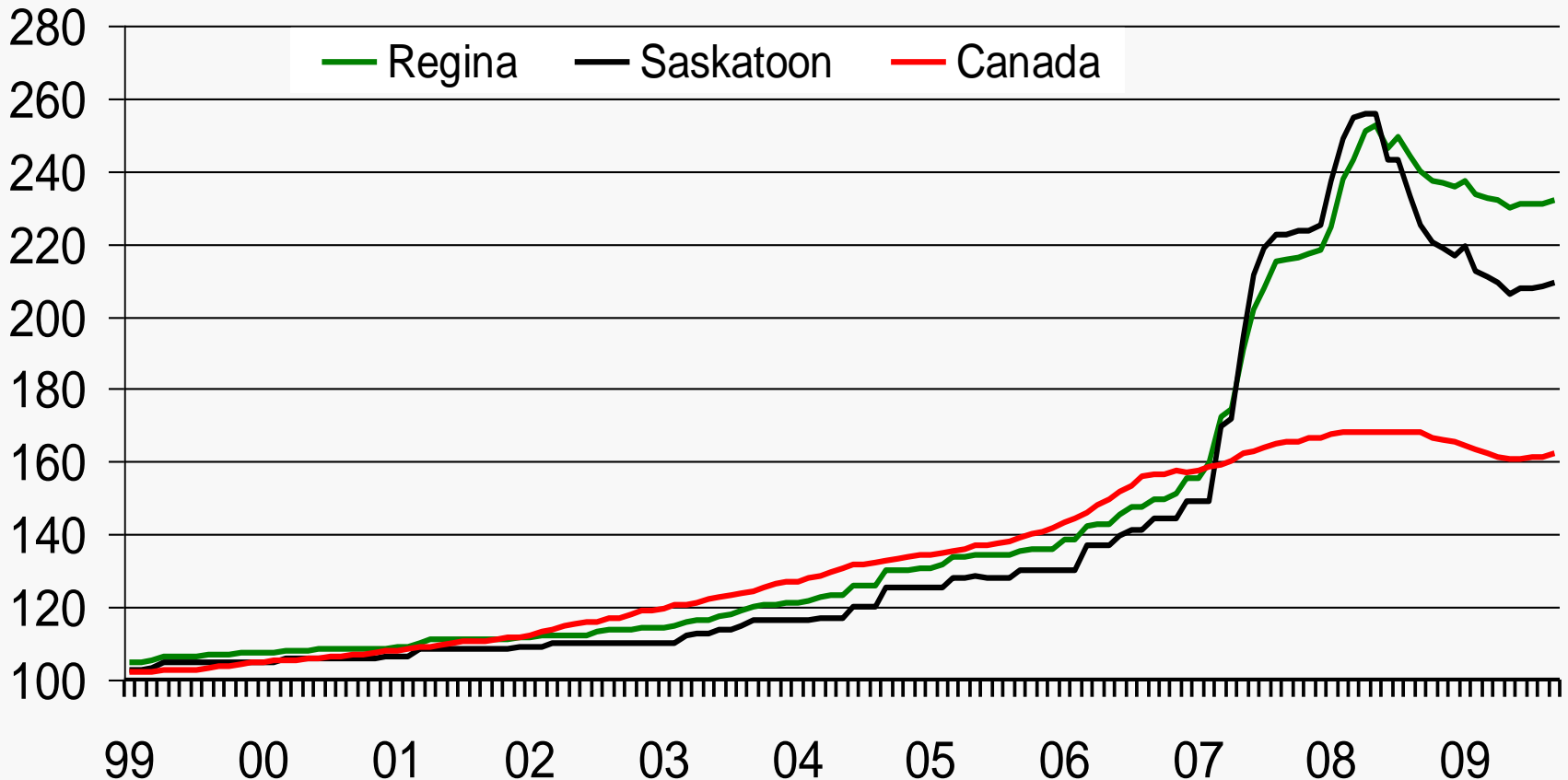


Sources: Conference Board of Canada; CMHC.



New Housing Price Index

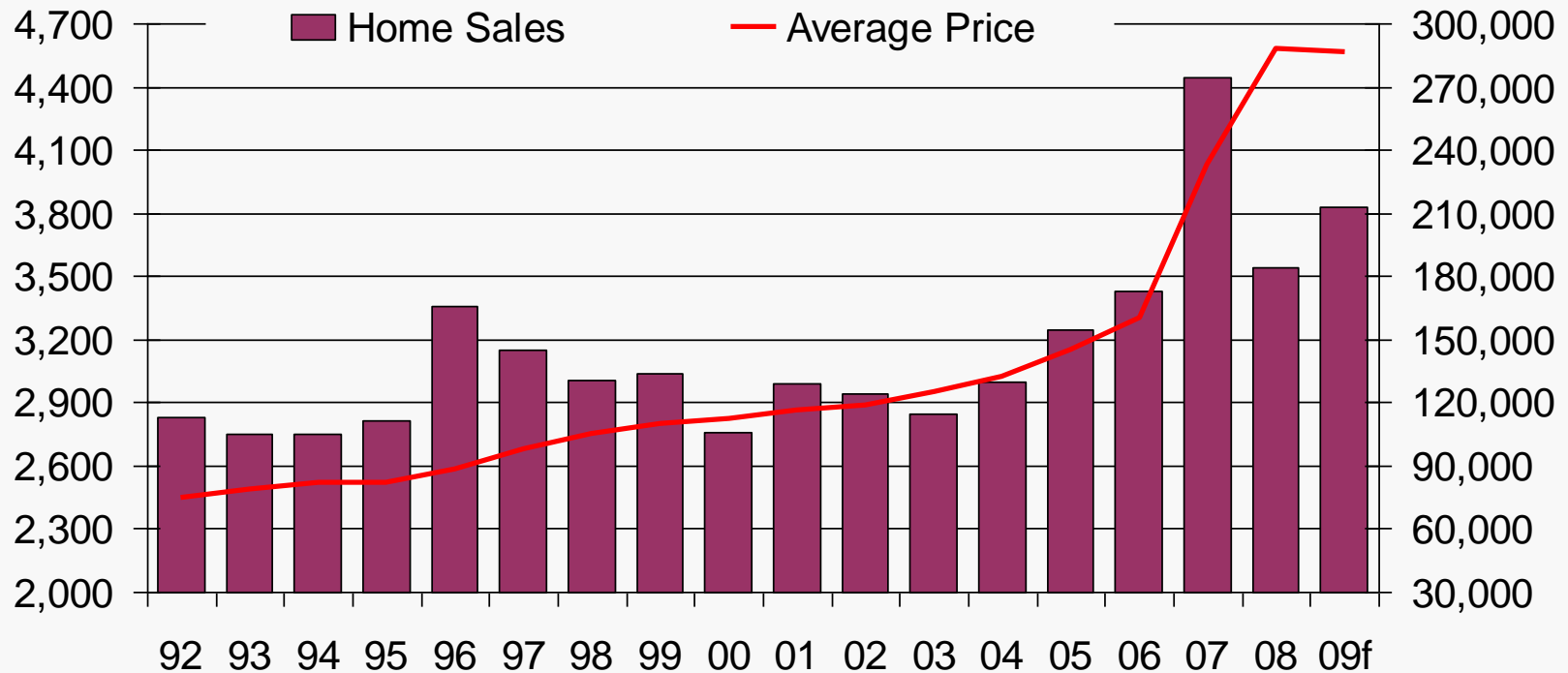
Regina & Saskatoon (1999-2009)



Source: Statistics Canada.



Resale Housing Market (1992-2009)

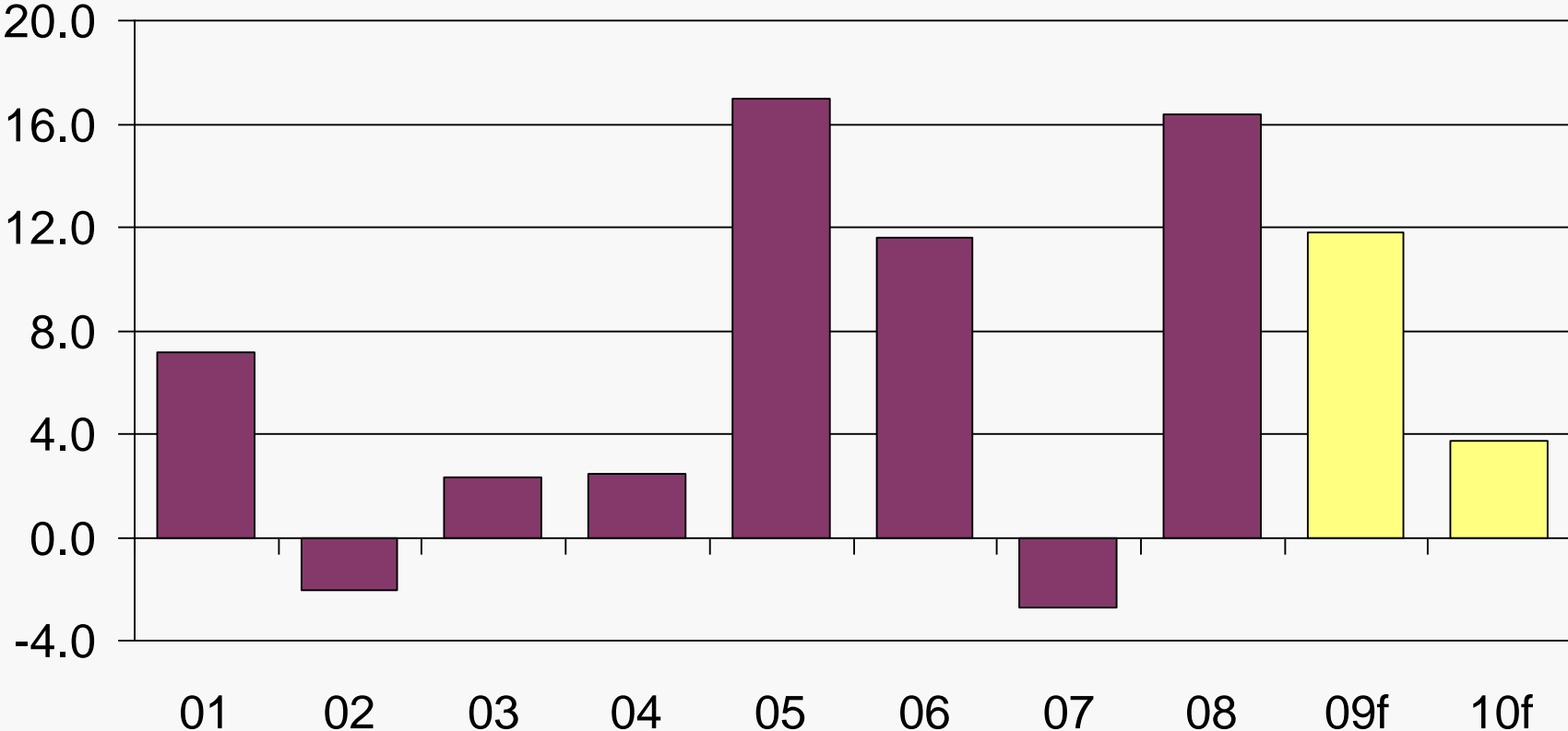


Source: Canadian Real Estate Association.



Construction Output Growth

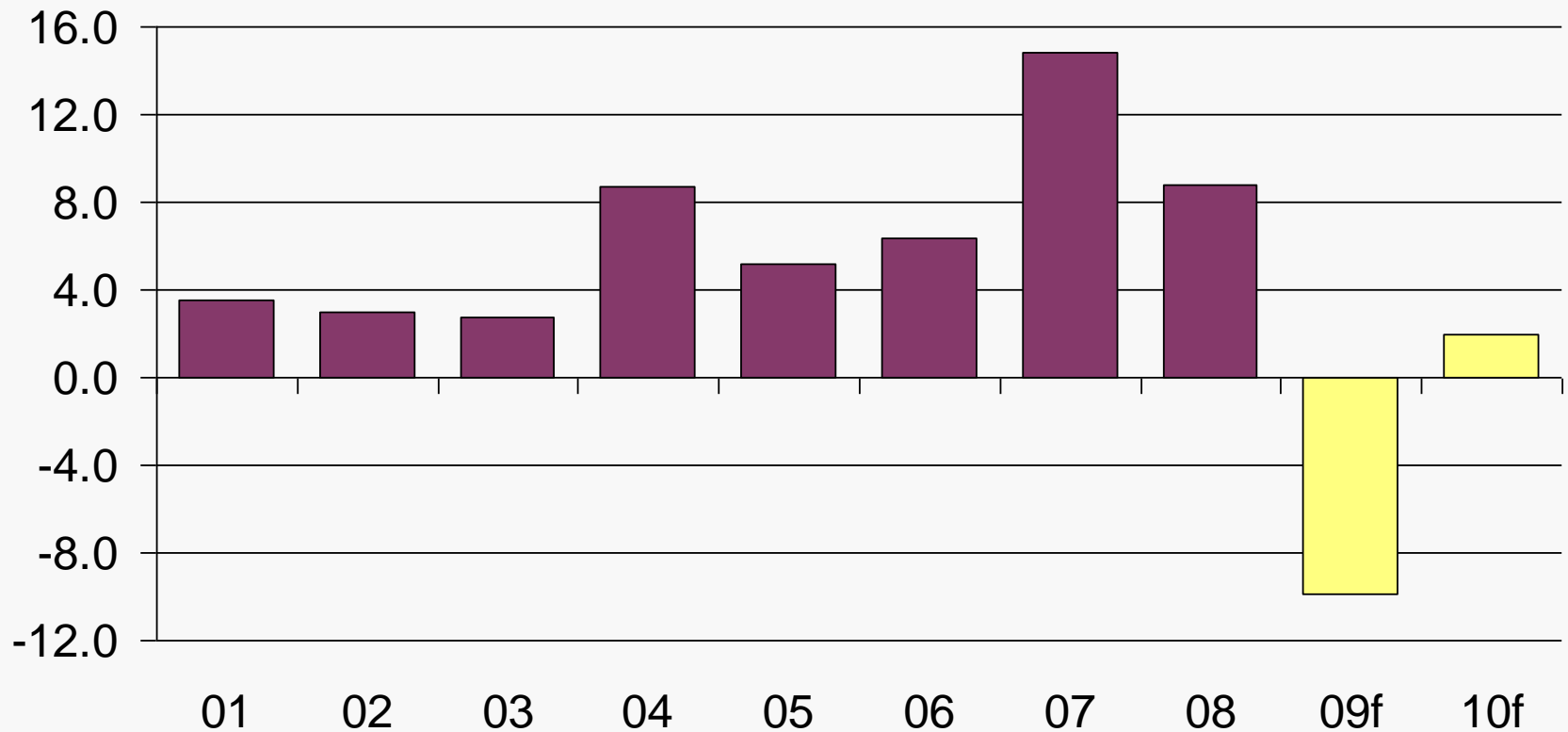
(Saskatoon 2001-2010)



Source: Conference Board of Canada.

Wholesale & Retail Trade Output Growth

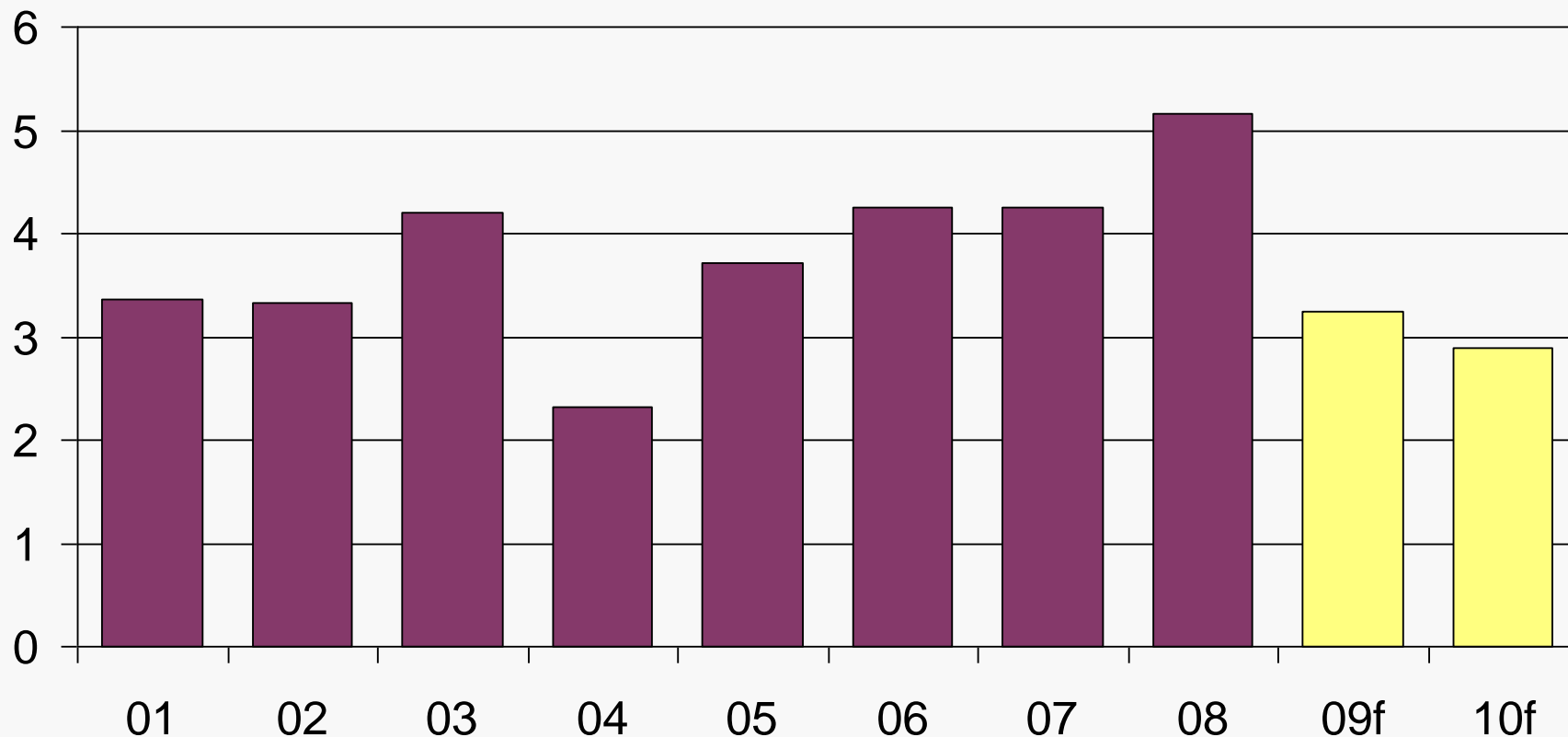
(Saskatoon 2001-2010)



Source: Conference Board of Canada.



Finance, Insurance & Real Estate Output Growth (Saskatoon 2001-2010)

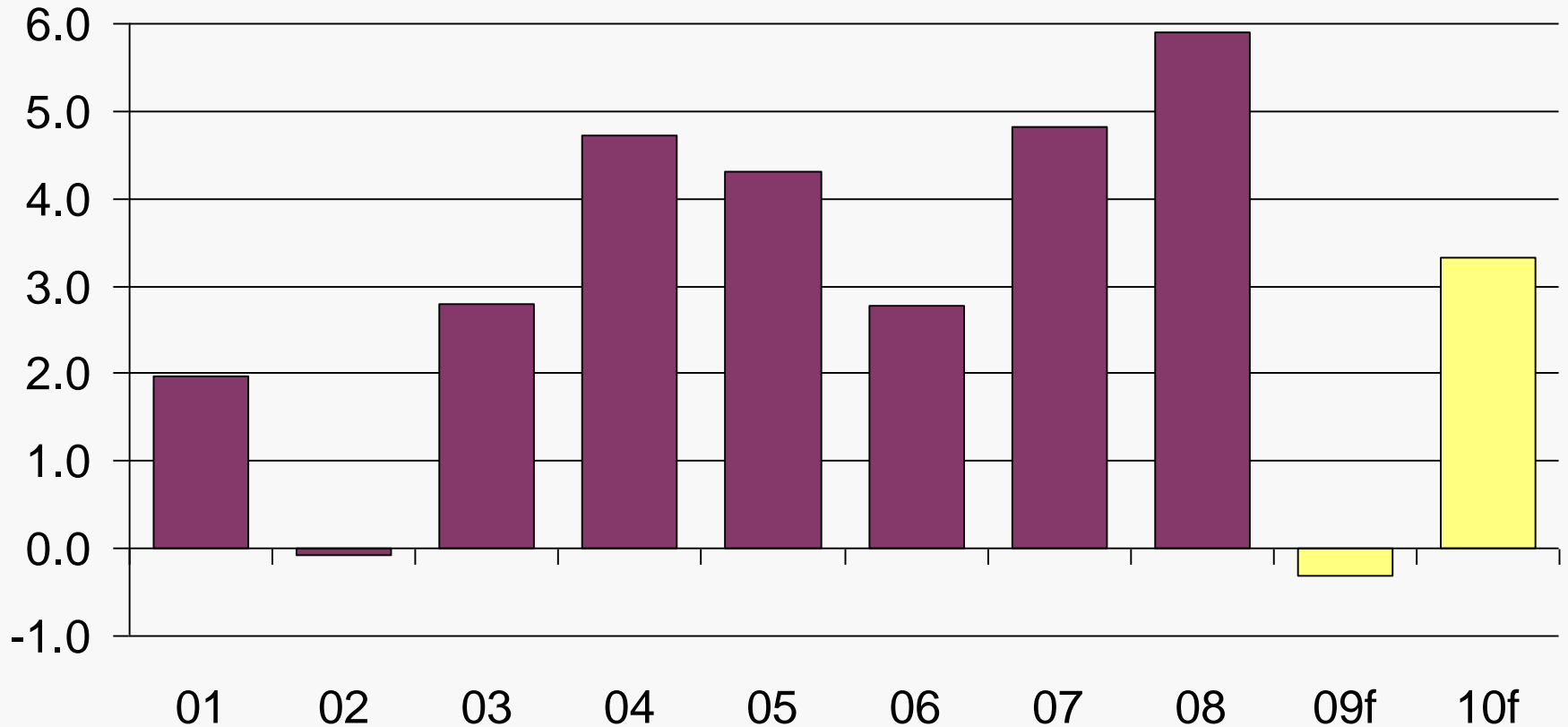


Source: Conference Board of Canada.



Real GDP Growth

(Saskatoon 2001-2010)

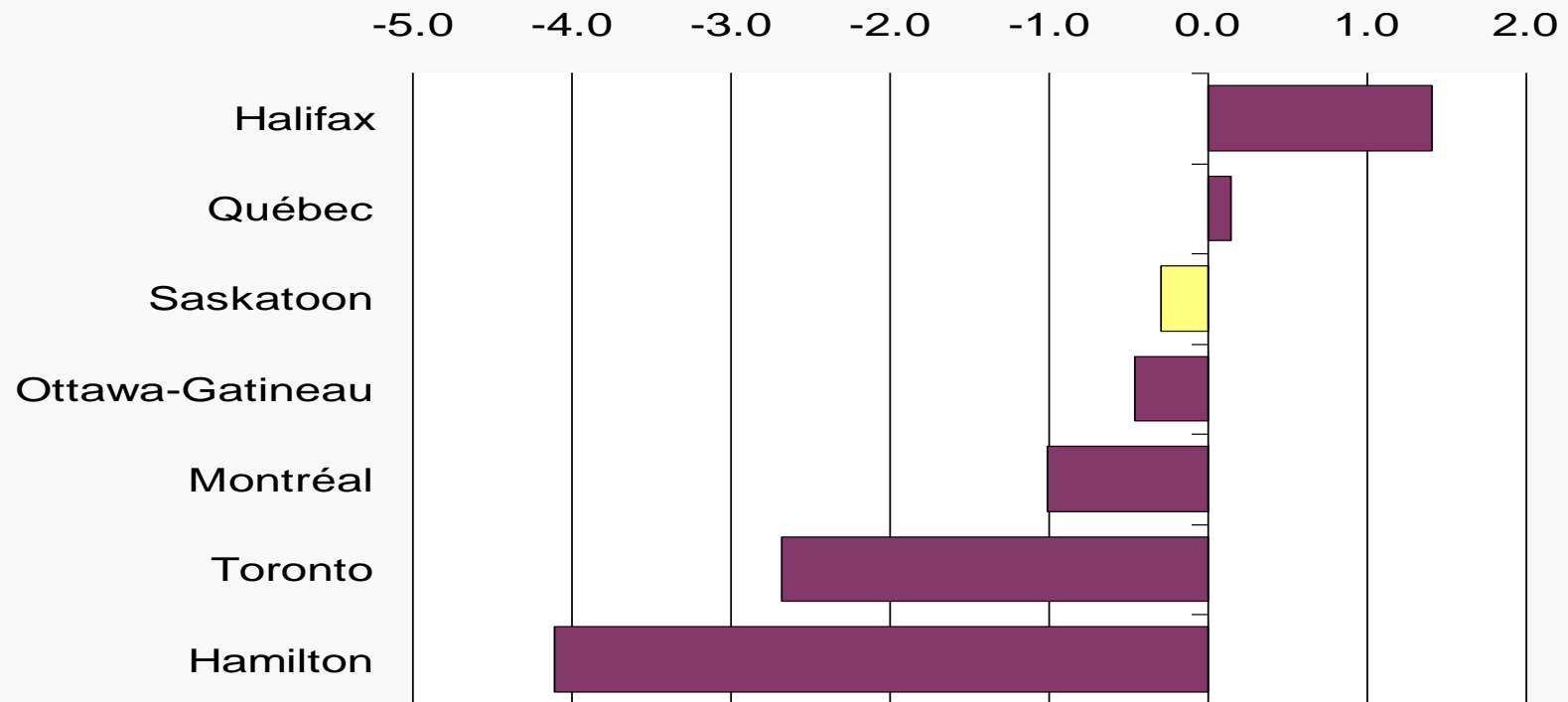


Source: Conference Board of Canada.



Saskatoon vs. East

(Real GDP Growth, 2009)

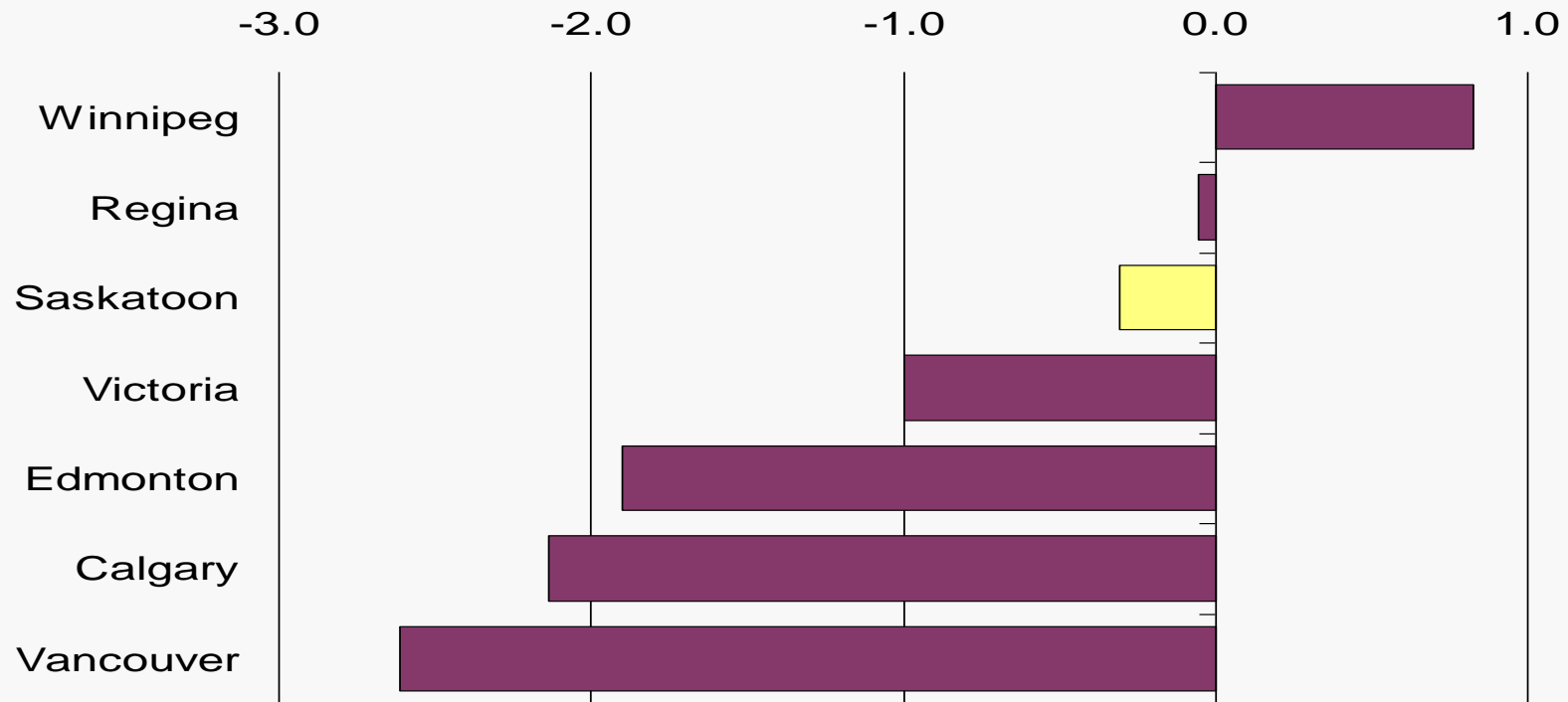


Source: The Conference Board of Canada.



Saskatoon vs. the West

(Real GDP Growth, 2009)

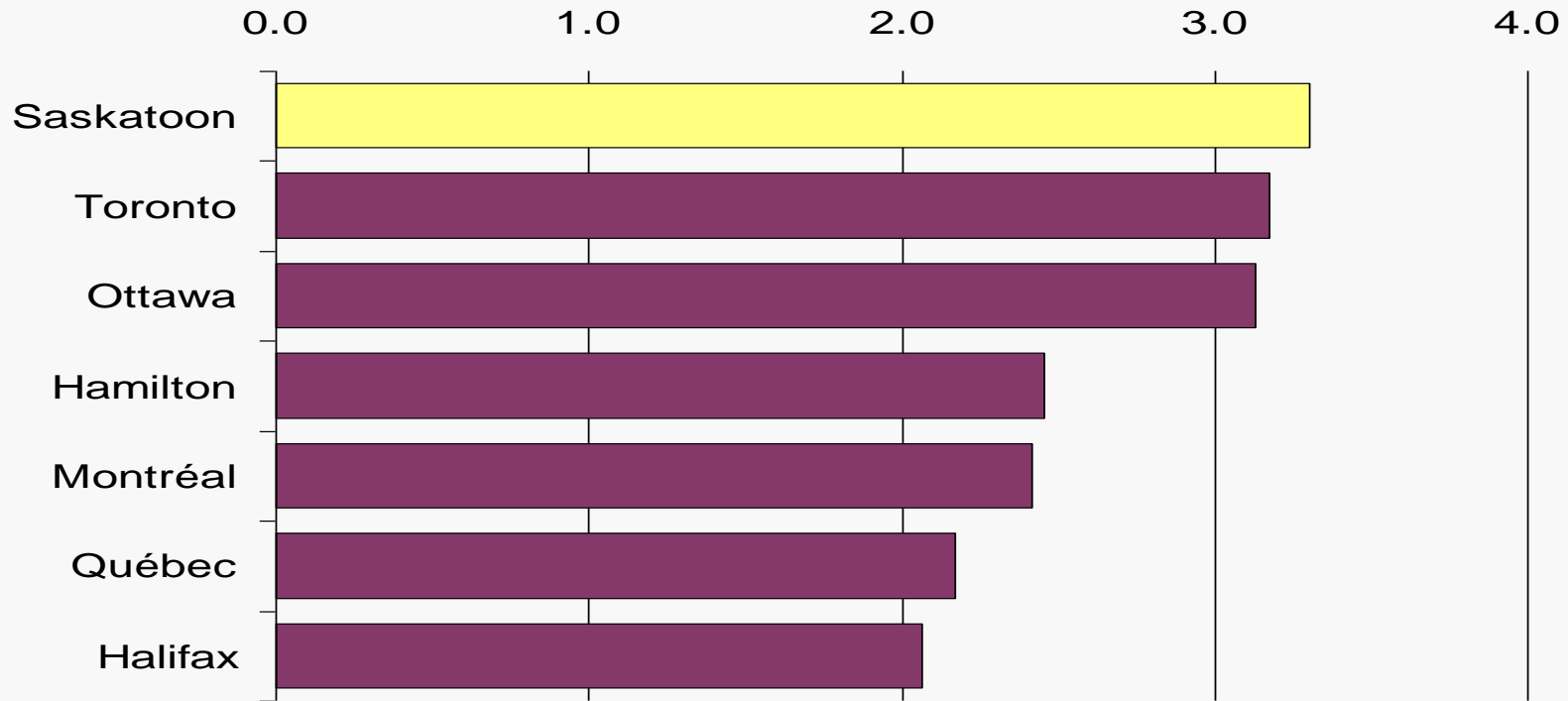


Source: The Conference Board of Canada.



Saskatoon vs. the East

(Real GDP Growth, 2010)

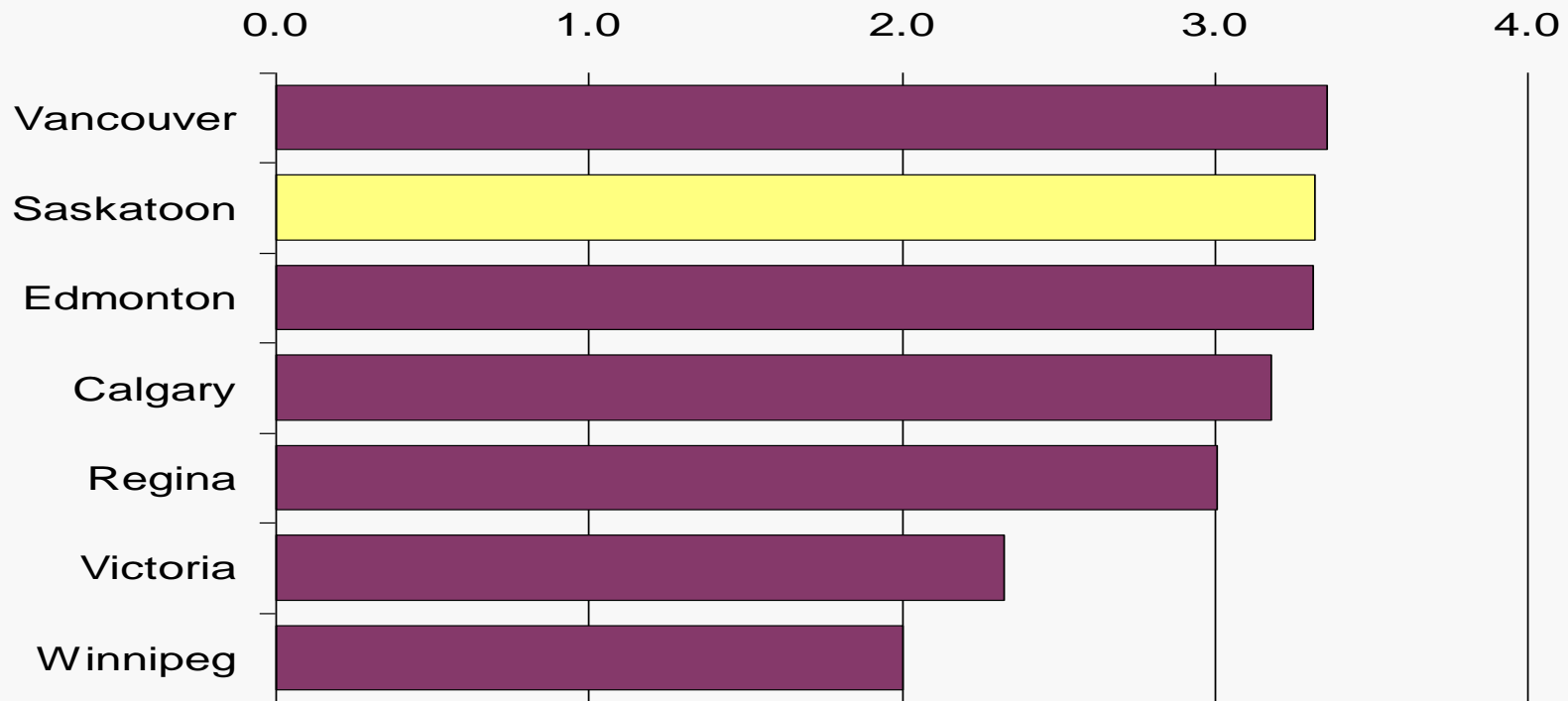


Source: The Conference Board of Canada.



Saskatoon vs. the West

(Real GDP Growth, 2010)



Source: The Conference Board of Canada.





The Conference Board of Canada