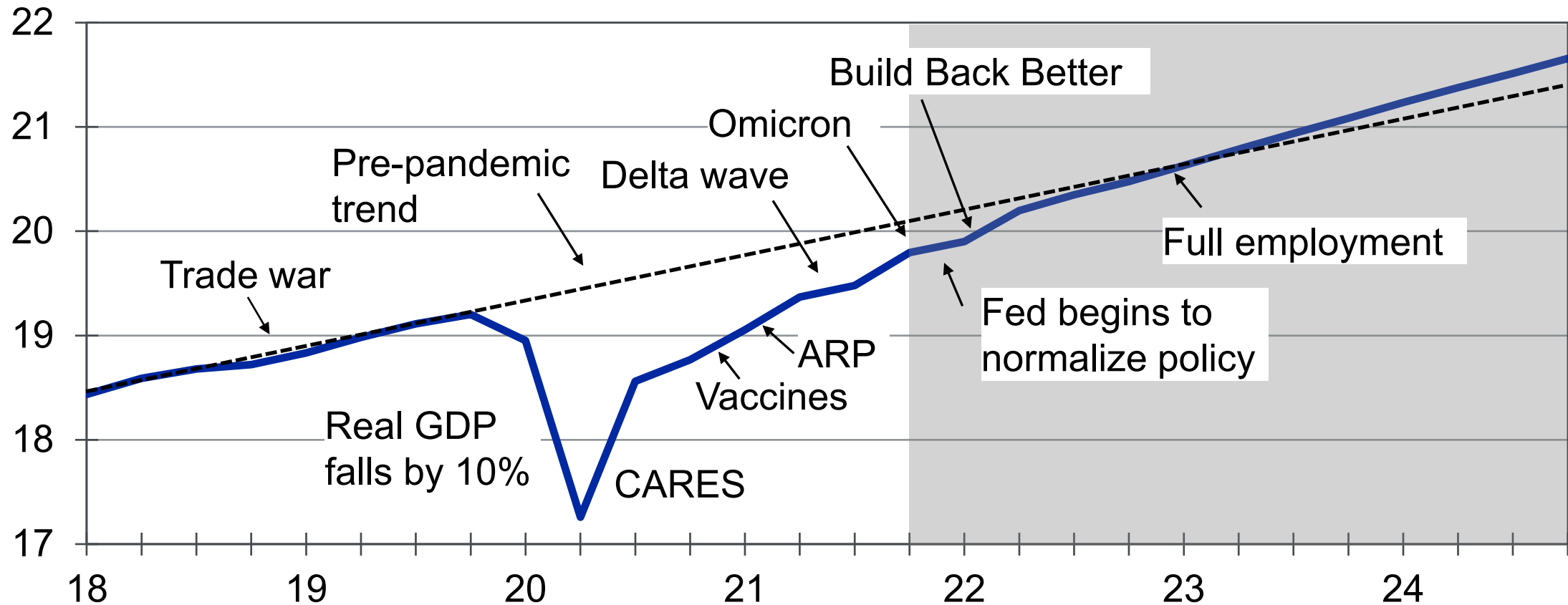


ILCMA Financial Forecast Forum

Overcoming the Pandemic

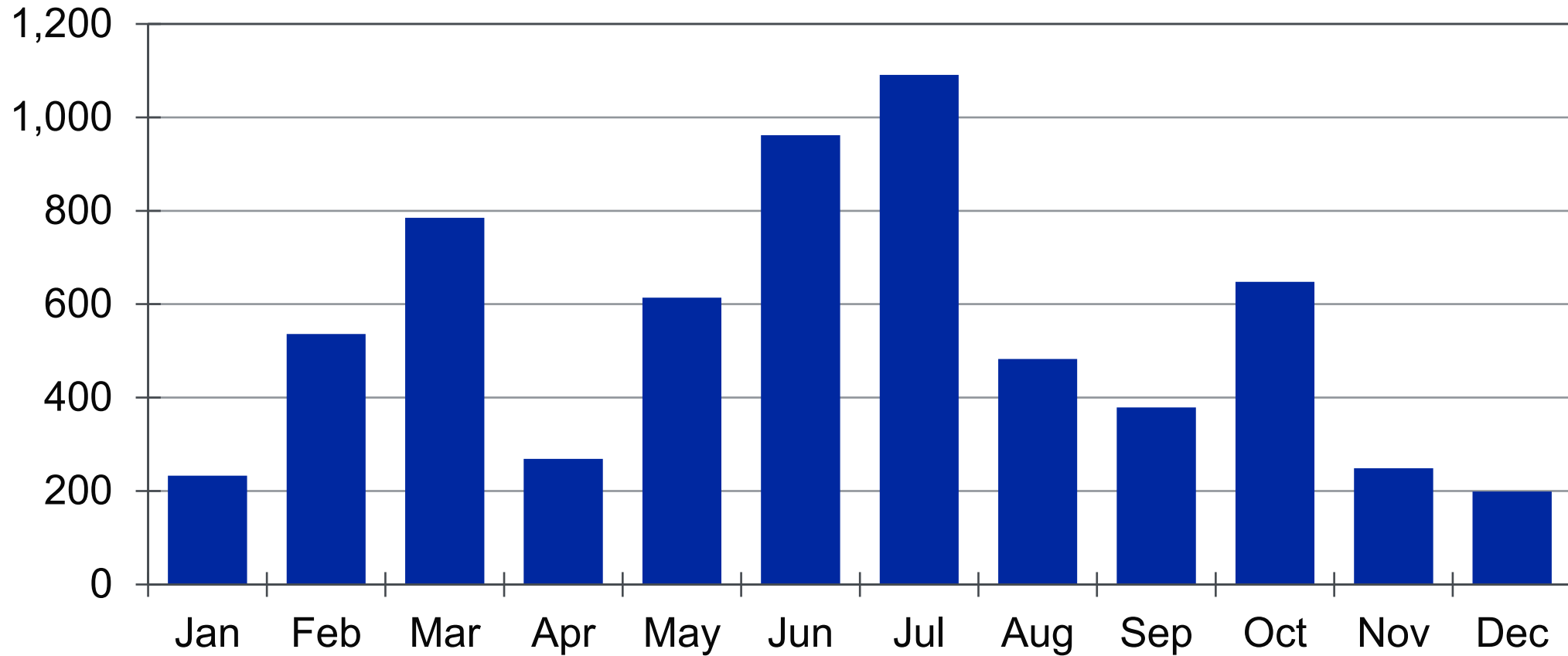
U.S. real GDP, trillions 2012\$



Sources: BLS, Moody's Analytics

6.5 million Jobs Added in '21

U.S. payroll employment, change, ths, SA



Sources: BLS, Moody's Analytics

Return to Full Employment by End of 2022

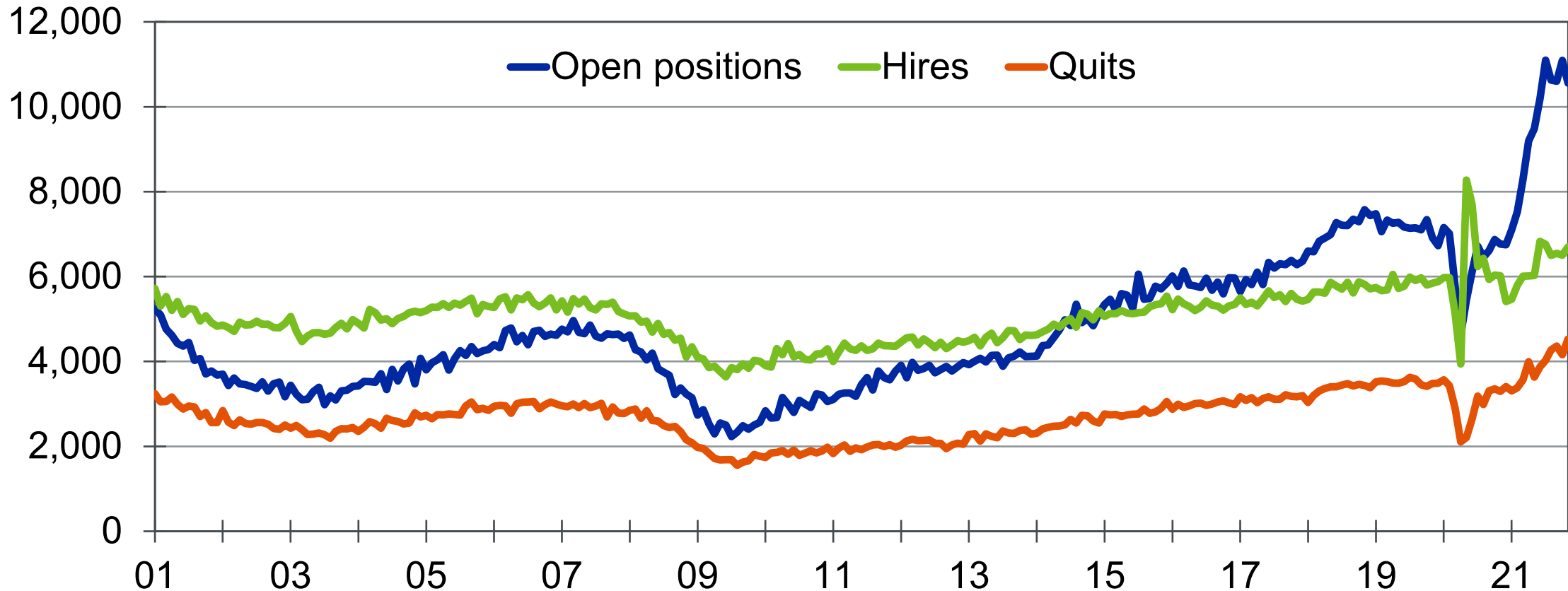
Prime-age (25 to 54 years old) employment-population ratio, %



Sources: BLS, Moody's Analytics

Firms Struggle More than Ever to Find Workers...

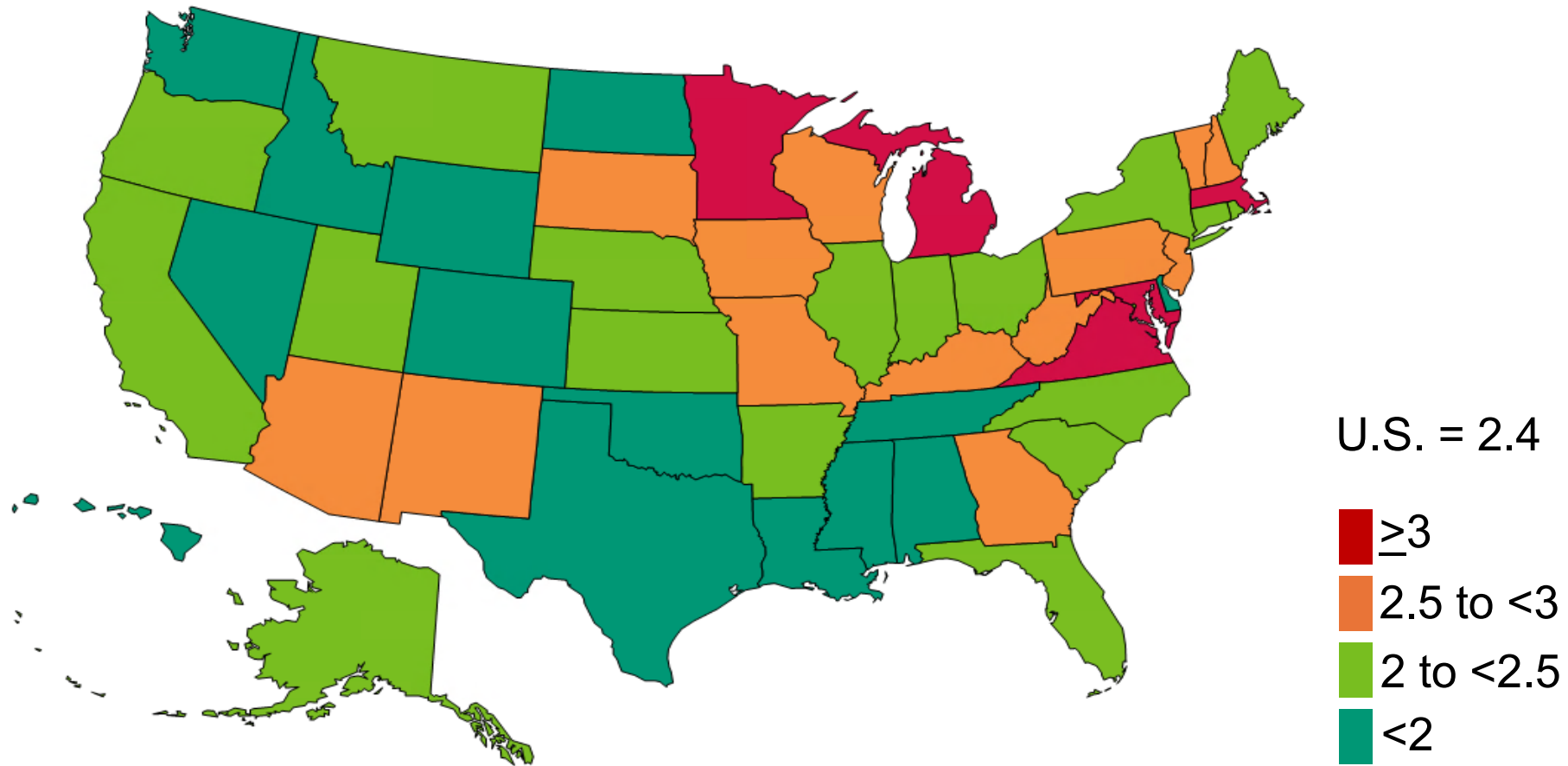
U.S., ths



Sources: BLS, Moody's Analytics

...Especially in the Northeast and Midwest

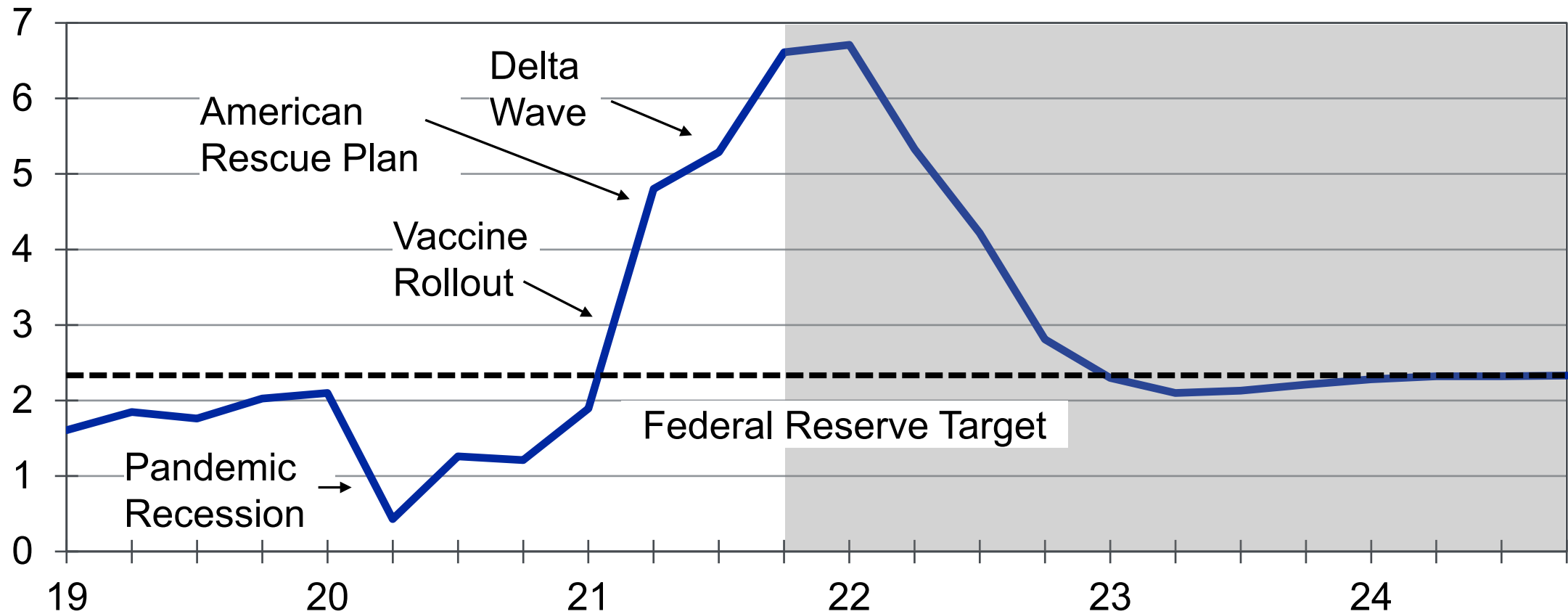
Job openings rate minus hire rate, Aug-Oct 2021 avg, %



Source: BLS, Moody's Analytics

Inflation Is Peaking...

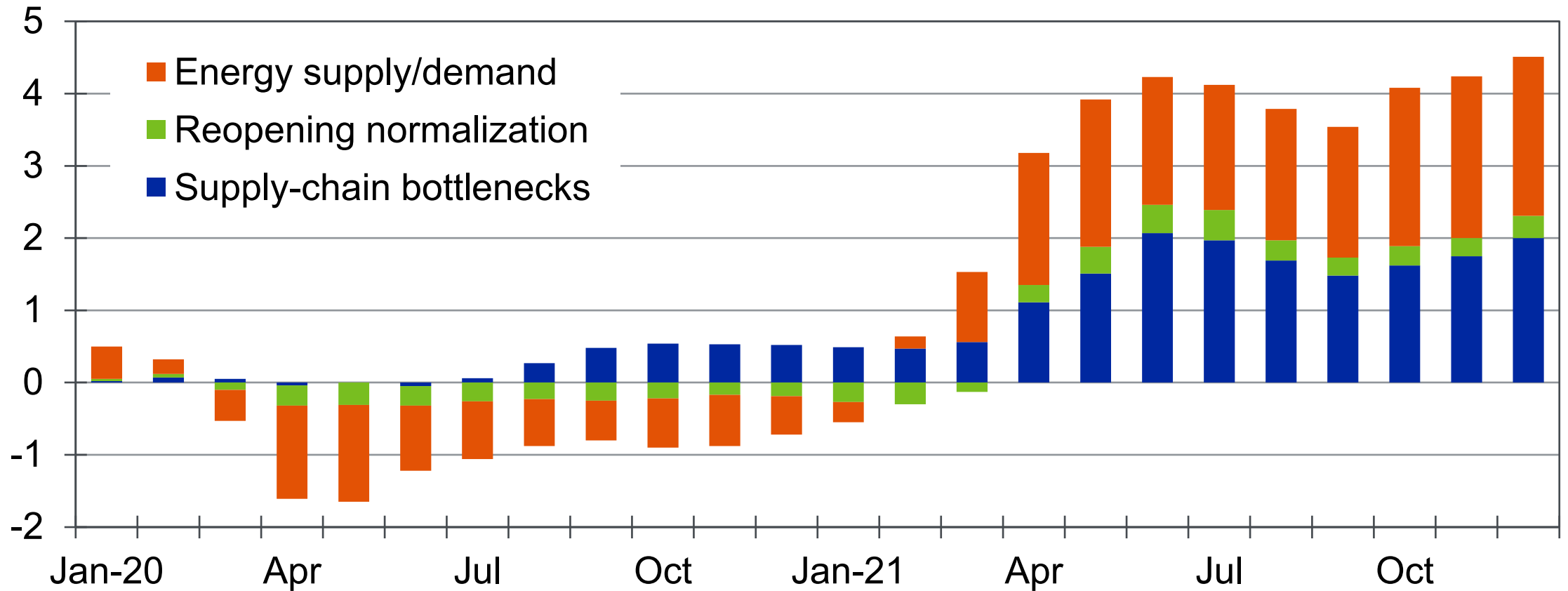
Consumer price inflation, % change yr ago



Sources: BLS, Moody's Analytics

...As the Pandemic Recedes

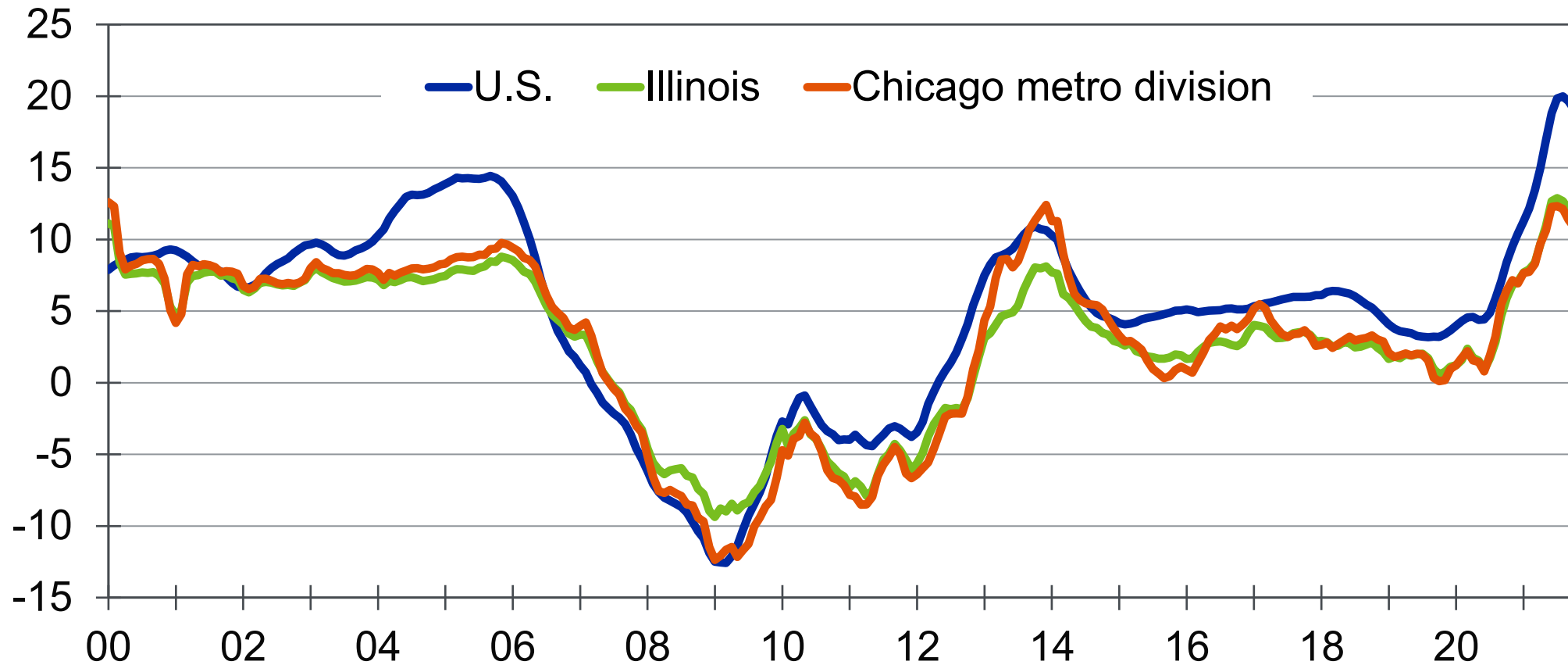
Contribution to year-over-year CPI growth, ppt



Sources: BLS, Moody's Analytics

Housing Costs Have Rocketed Higher

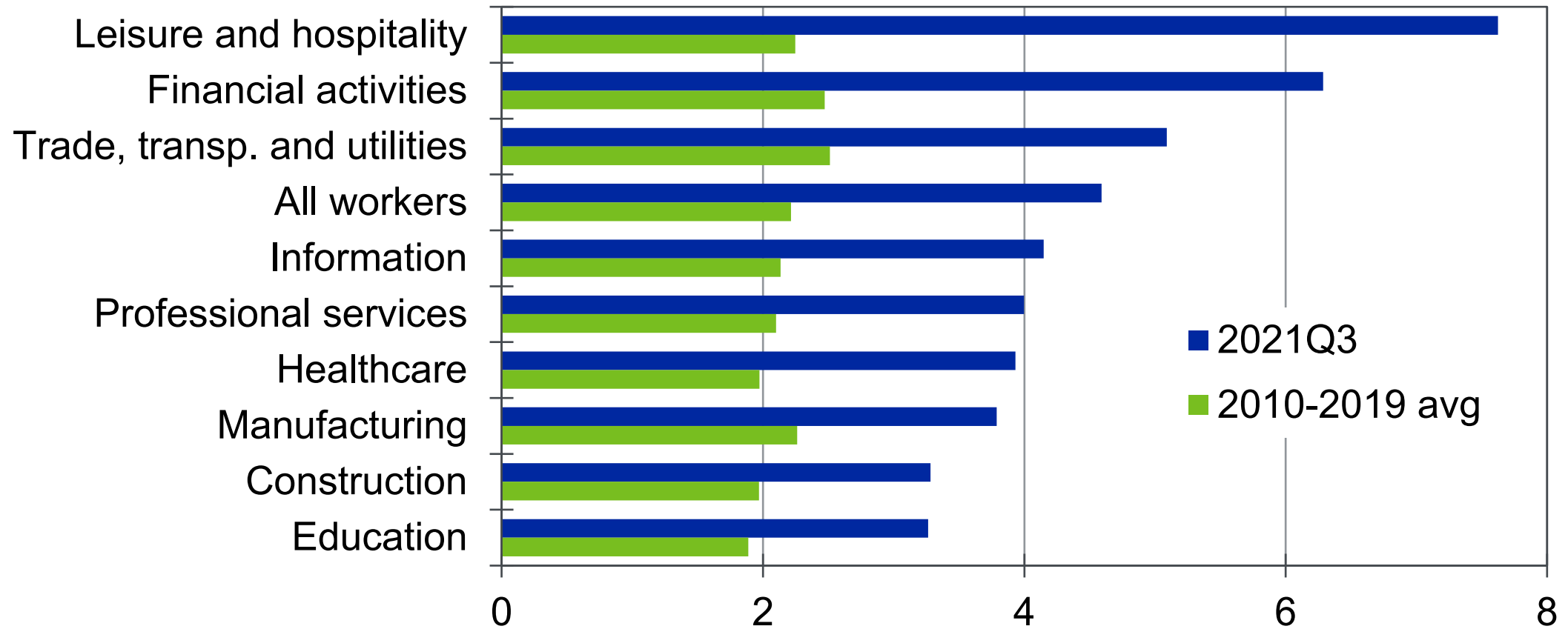
Case-Shiller Single-family Home Price Index, % change yr ago



Sources: CoreLogic, BLS, Moody's Analytics

Wage Pressures Heat Up

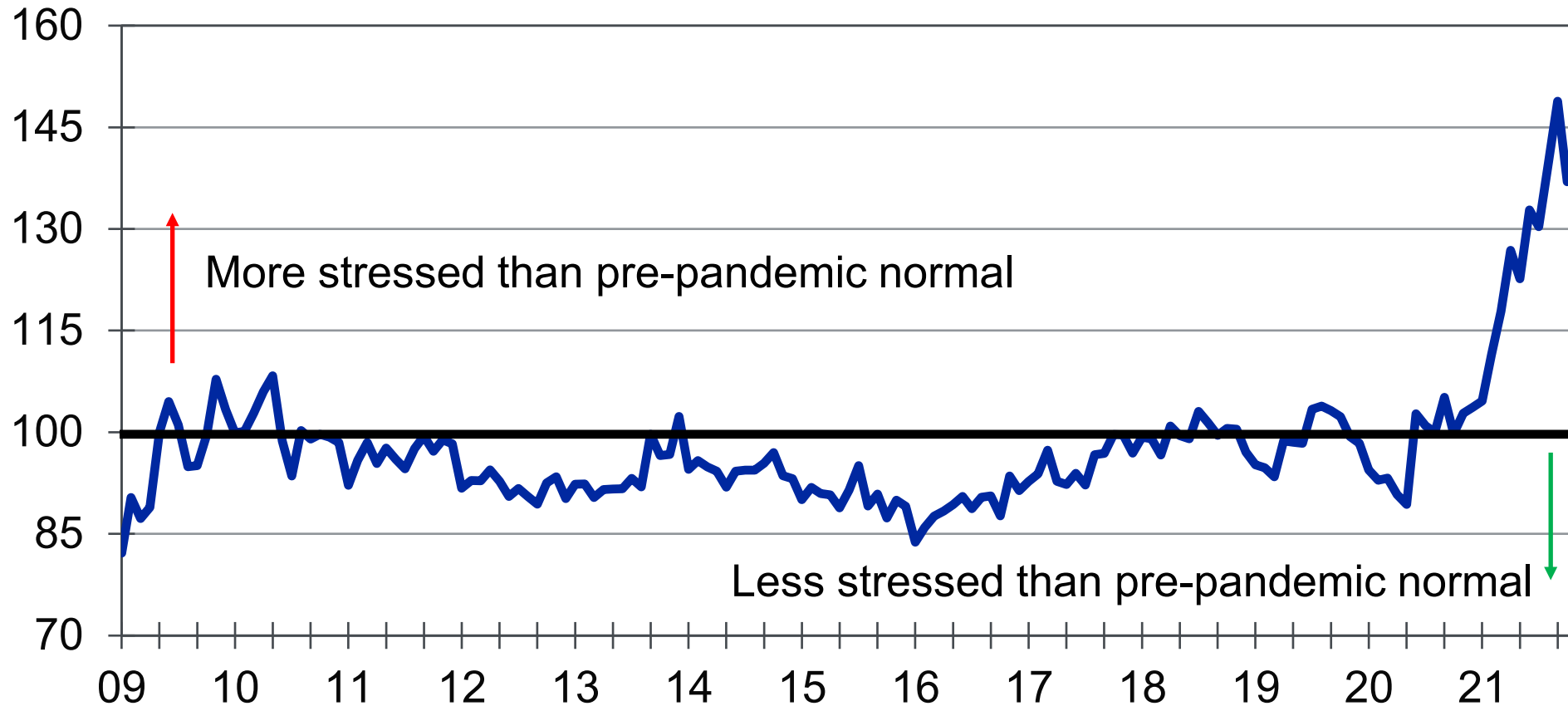
Employment Cost Index: Wages and salaries, % change yr ago



Sources: BLS, Moody's Analytics

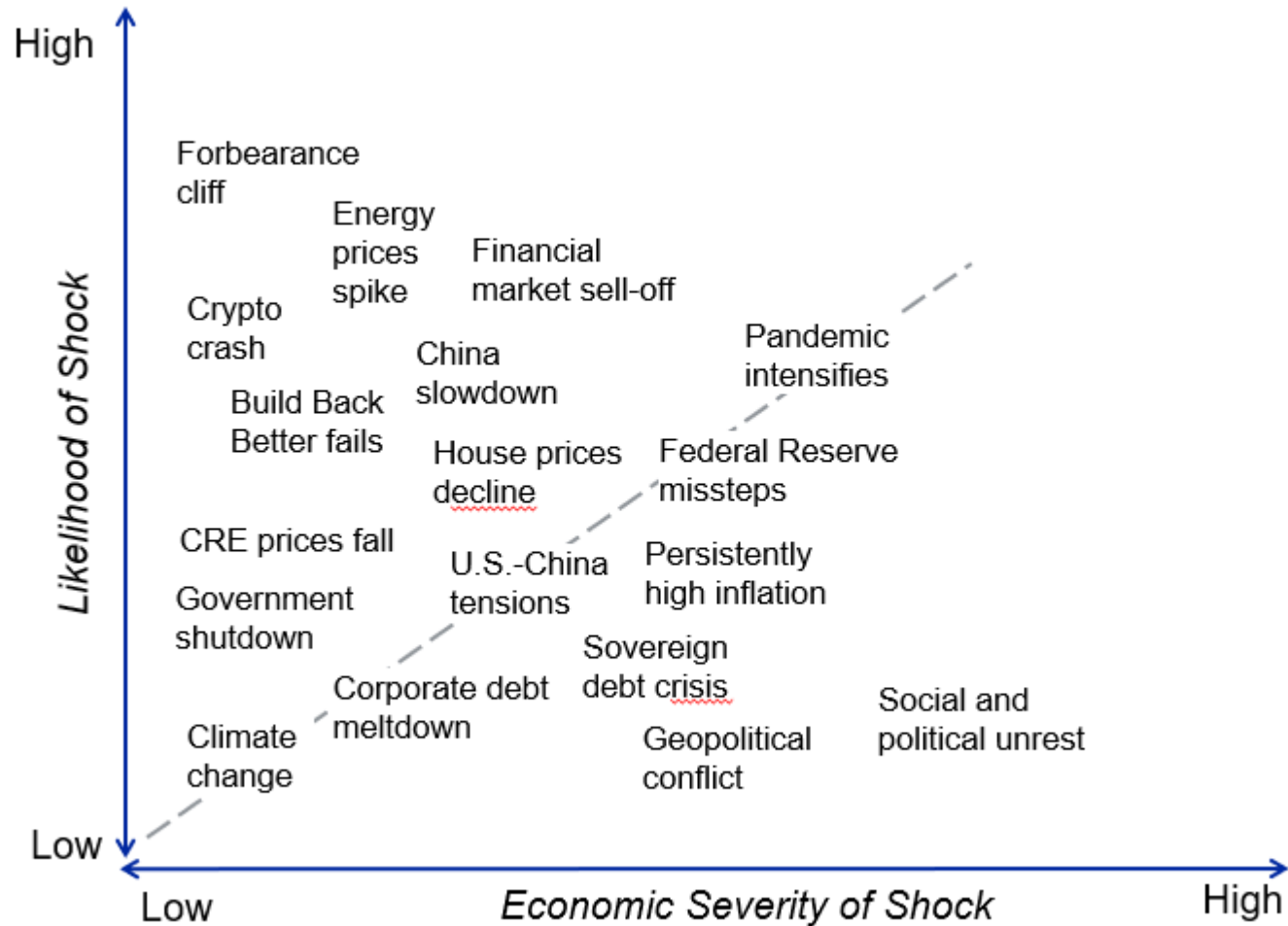
Stress Relief Needed

U.S. Supply-Chain Stress Index, 2019Q4=100



Sources: Multiple sources, Moody's Analytics

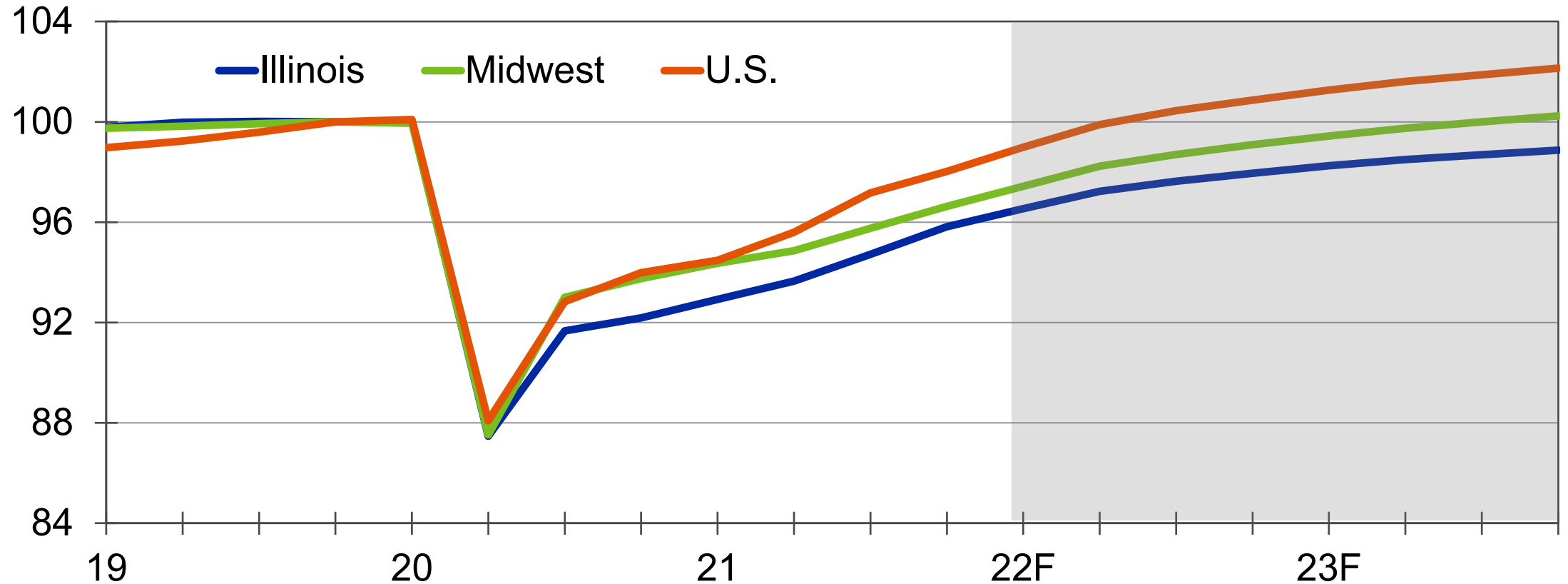
What Could Derail the Recovery?



Source: Moody's Analytics

Illinois Will Trail Regional and National Peers

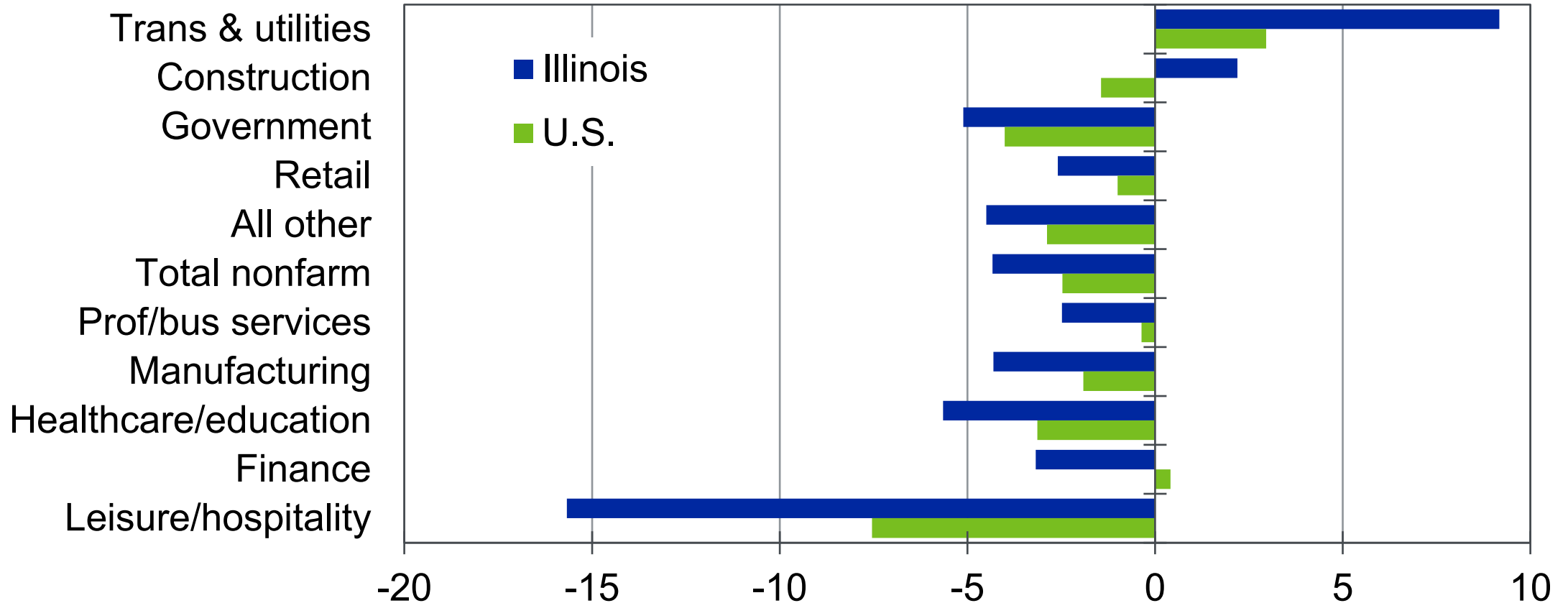
Payroll employment, 2019Q4=100



Sources: BLS, Moody's Analytics

More Ground to Make Up in Most Industries

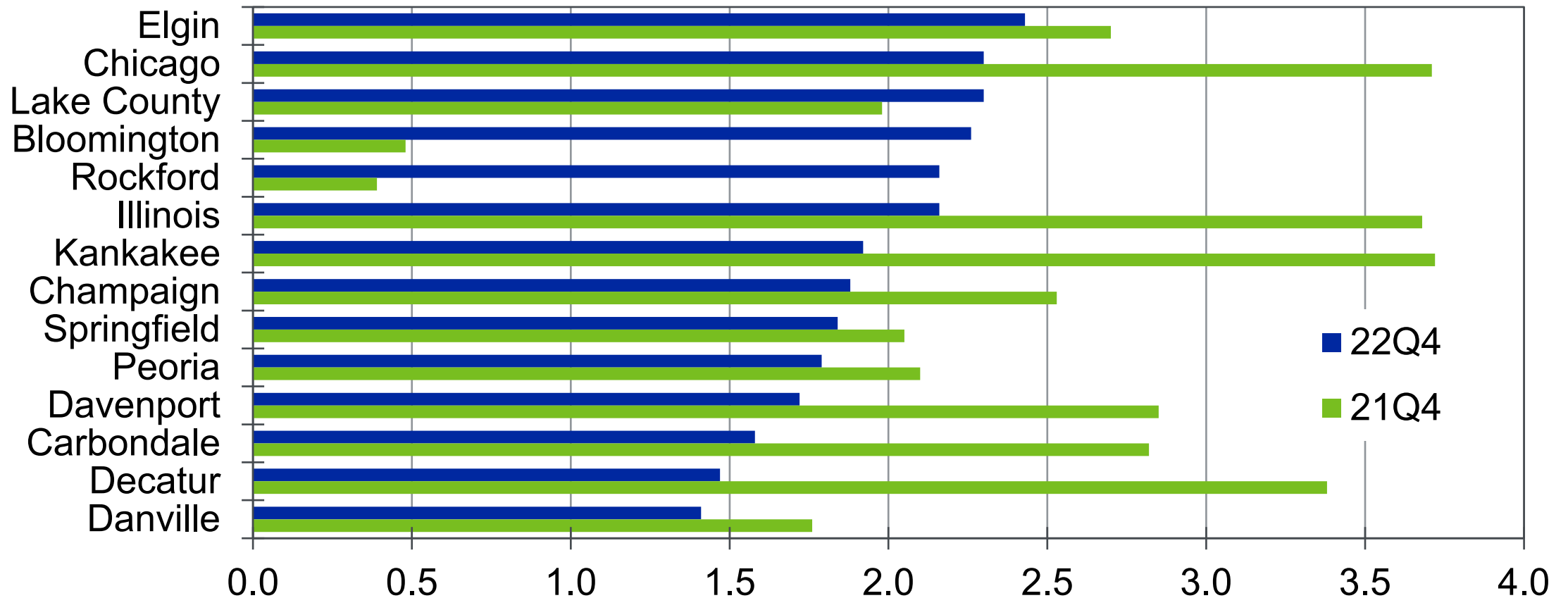
Employment, % change from Feb 2020 in Nov 2021



Sources: BLS, Moody's Analytics

Job Growth Will Be Strongest in Northern Illinois...

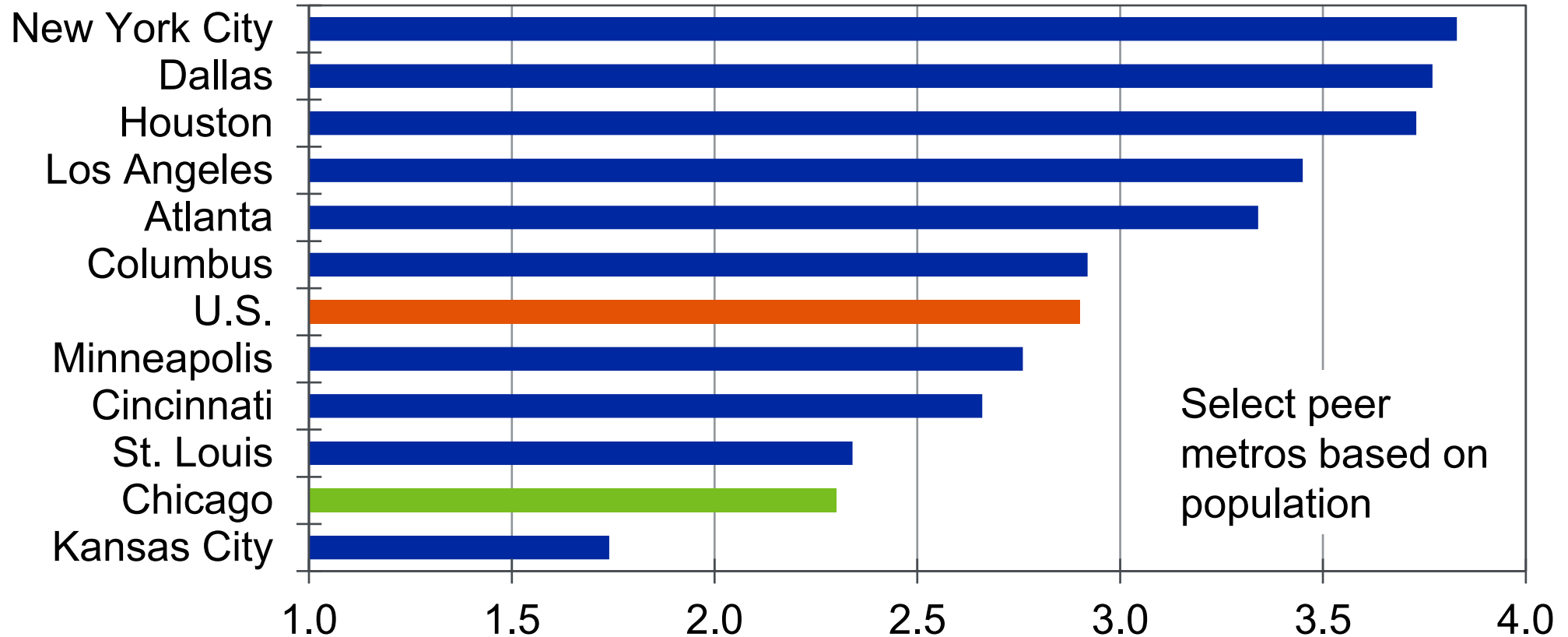
Payroll employment: state, metro areas and divisions, % change yr ago



Sources: BLS, Moody's Analytics

...But Chicago Will Underperform Large Peers

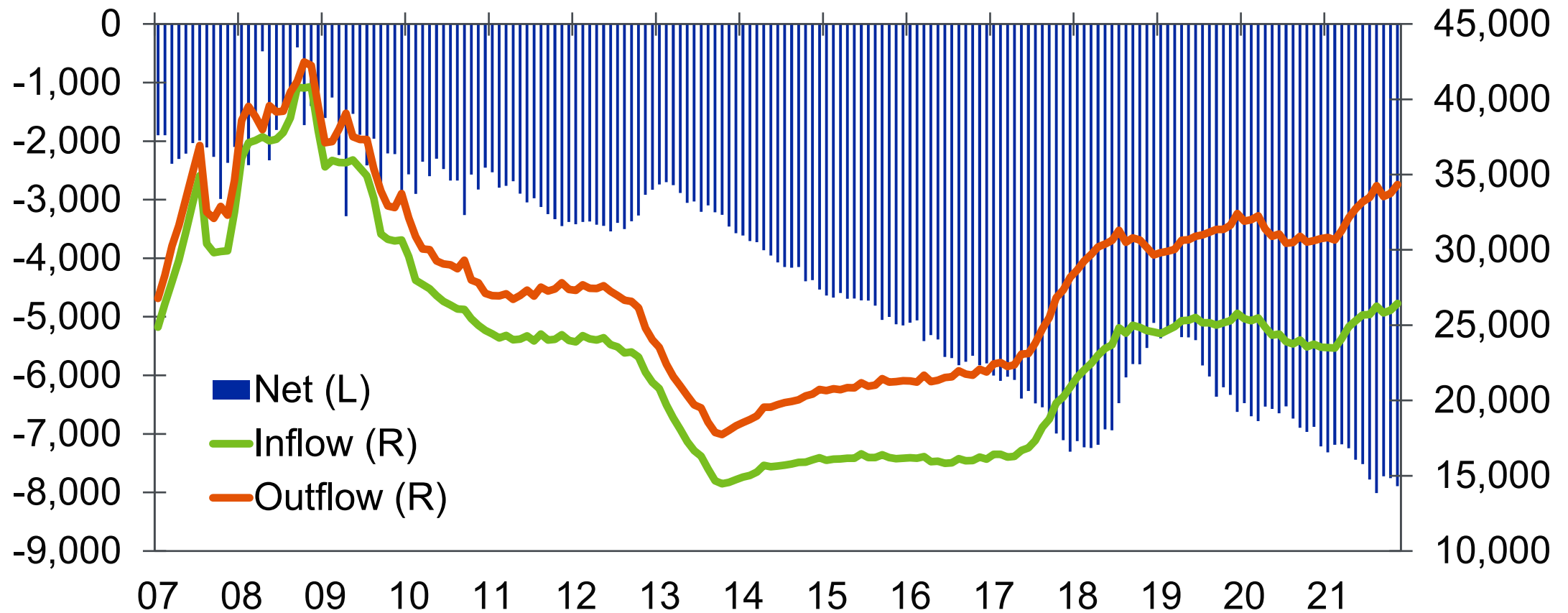
Payroll employment, % change yr ago, 2022Q4



Sources: BLS, Moody's Analytics

Movement out of Illinois Continues

Migration, #



Sources: Equifax, Moody's Analytics

Risks to the Illinois Outlook

Downside

- » Shortages of manufacturing inputs, labor
- » Shift to remote work
- » Fiscal problems
- » Demographics

Upside

- » Stronger travel rebound
- » Infrastructure bill
- » Reshoring of manufacturing

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