

3rd Edition

AEDC is pleased to present the third edition of the Anchorage Quarterly Economic Indicators Report for 2008. This report summarizes the most recently updated data contained in the Anchorage Economic Indicators Database.

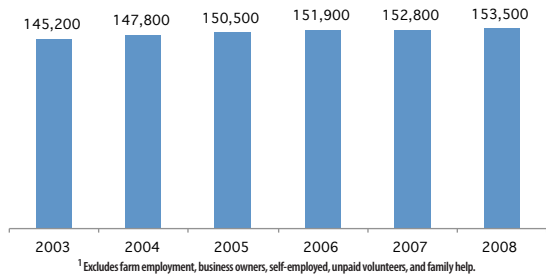
With this database, AEDC continually tracks and updates more than 25 different measures of economic activity in the Anchorage area.



AEDC
Anchorage Economic
Development Corporation

Anchorage Average Quarterly Employment¹, 3rd Quarter, 2003-2008

Source: Alaska Dept. of Labor and Workforce Development, Current Employment Statistics



Total Employment

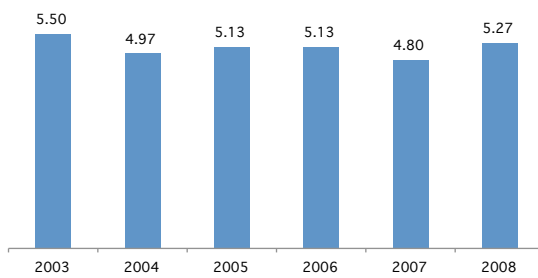
- Total employment in Anchorage increased by 700 jobs between the third quarter of 2007 and the third quarter of 2008, an increase of 0.5 percent. On average, 153,500 workers were employed during the third quarter of 2008, based on Alaska Department of Labor and Workforce Development data.

- The largest increases in employment between the third quarter of 2007 and the third quarter of 2008 occurred in the business services sector (400 new jobs) and the oil and gas sector (333 new jobs).

- The largest declines in employment between the third quarter of 2007 and the third quarter of 2008 occurred in the construction sector (233 lost jobs) and the leisure and hospitality sector (167 lost jobs).

Anchorage Unemployment Rate (%), 3rd Quarter, 2003-2008

Source: Alaska Department of Labor and Workforce Development



Building Permit Values

- Total building permit values, including residential, commercial and government construction, decreased from \$195.6 million in the third quarter of 2007 to \$168.2 million in the third quarter of 2008, a decrease of approximately 14 percent.

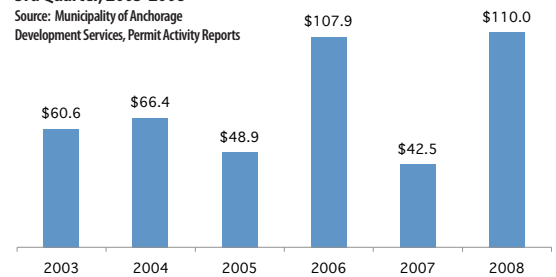
- Commercial building permit values increased by 159 percent between the third quarter of 2007 and the third quarter of 2008, from \$42.5 million to \$110.0 million.

- Residential building permit values decreased by 14 percent between the third quarter of 2007 and the third quarter of 2008, from \$50.9 million to \$43.6 million.

- The value of construction permits for government projects decreased by 86 percent over the same period, from \$102.1 million to \$14.7 million.

Commercial Construction Permit Values (\$ Millions), 3rd Quarter, 2003-2008

Source: Municipality of Anchorage Development Services, Permit Activity Reports



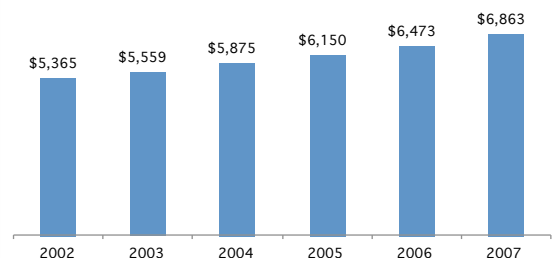
Average Monthly Earnings and Total Payroll

- Average monthly earnings in Anchorage grew from \$3,668 in 2006 to \$3,864 in 2007, an increase of 5 percent.

- Total annual payroll increased by 6 percent over the same period, to \$6.9 billion.

Anchorage Payroll (\$ Millions), 2002-2007

Source: Alaska Department of Labor and Workforce Development



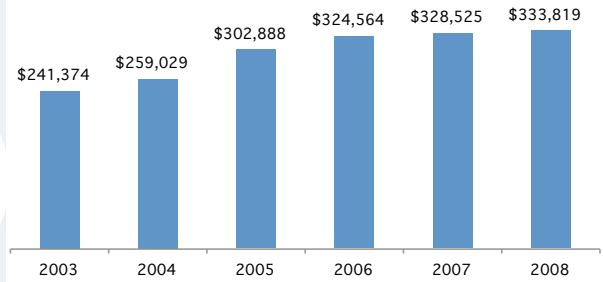
Residential Housing Sales

- The average sales price for residential housing units² sold in Anchorage increased from \$328,525 in the third quarter of 2007 to \$333,819 in the third quarter of 2008, an increase of 2 percent.
- The number of residential housing units sold declined by 8 percent between the third quarter of 2007 and the third quarter of 2008.

² Includes single family houses and condominiums with land.

Average Price of Residential Housing Unit, 3rd Quarter, 2003-2008

Source: Alaska Multiple Listing Service

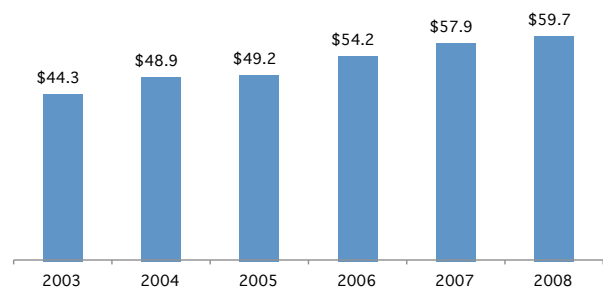


Room Rental and Tax Receipts*

- Gross room rental revenue, an indicator for lodging activity in Anchorage, increased by 3 percent between the second quarter of 2007 and the second quarter of 2008.
- Taxable room rental revenue increased by 4 percent between the second quarter of 2007 and the second quarter of 2008.

Gross Revenue from Room Rentals (\$ Millions), 2nd Quarter, 2003-2008

Source: Municipality of Anchorage, Treasury Division

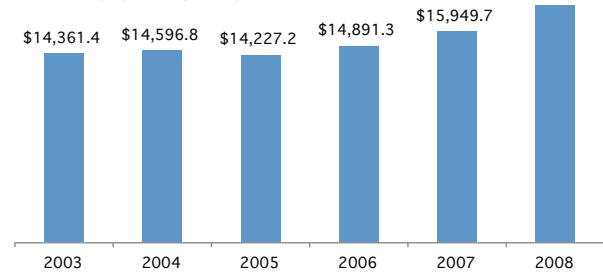


Car and RV Rental and Tax Receipts*

- Car and RV rental receipts, a gauge for visitor activity, increased by 13 percent between the second quarter of 2007 and the second quarter of 2008.
- Car and RV rental tax receipts grew by 8 percent over the same period.

Anchorage Receipts from Car and RV Rentals (\$ Thousands), 2nd Quarter, 2003-2008

Source: Municipality of Anchorage, Treasury Division



Consumer Price Index

- The Anchorage Consumer Price Index, an indicator of inflation in Anchorage, increased from 179.4 in the first half of 2007 to 187.7 in the first half of 2008, an increase of 4.6 percent.
- The U.S. Consumer Price Index increased by 4.2 percent, from 205.7 to 214.4 over the same time period.

* data presented is the most recent data available.

Summary Table of Selected Quarterly Indicators for Anchorage

	Latest Time Period	Latest Measure	Previous Time Period	Previous Measure	Year-to-Year Change
Population ^{a)}	2007	283,823	2006	283,244	+0.2%
Consumer Price Index ^{b)}	1st Half 2008	187.7	1st Half 2007	179.4	+4.6%
Employment and Earnings ^{a)}					
Quarterly employment	3rd Qtr 2008	153,500	3rd Qtr 2007	152,800	+0.5%
Unemployment rate	3rd Qtr 2008	5.3%	3rd Qtr 2007	4.8%	+0.5%
Total payroll (millions)	2007	\$6,863	2006	\$6,473	+6.0%
Average monthly earnings	2007	\$3,864	2006	\$3,668	+5.3%
Income ^{b)}					
Personal income (millions)	2006	\$12,172	2005	\$11,518	+5.7%
Per capita personal income	2006	\$43,483	2005	\$41,638	+4.4%
Building Permit Values (millions) ^{c)}					
Commercial building permit values	3rd Qtr 2008	\$110.0	3rd Qtr 2007	\$42.5	+158.6%
Residential building permit values	3rd Qtr 2008	\$43.6	3rd Qtr 2007	\$50.9	-14.4%
Government building permit values	3rd Qtr 2008	\$14.7	3rd Qtr 2007	\$102.1	-85.6%
Total building permit values	3rd Qtr 2008	\$168.2	3rd Qtr 2007	\$195.6	-14.0%
Ted Stevens Anchorage International Airport statistics ^{d)}					
Cargo enplaned ('000 lbs)	2nd Qtr 2008	202,496	2nd Qtr 2007	213,555	-5.2%
Cargo deplaned ('000 lbs)	2nd Qtr 2008	186,147	2nd Qtr 2007	218,982	-15.0%
Cargo transit ('000 lbs)	2nd Qtr 2008	963,672	2nd Qtr 2007	1,114,444	-13.5%
Passengers enplaned	2nd Qtr 2008	688,417	2nd Qtr 2007	634,733	+8.5%
Passengers deplaned	2nd Qtr 2008	688,455	2nd Qtr 2007	664,196	+3.7%
Passenger aircraft landings	2nd Qtr 2008	14,229	2nd Qtr 2007	13,566	+4.9%
Port of Anchorage ^{e)}					
Total cargo handled (short tons)	2007	4,315,491	2006	4,347,289	-0.7%
Room rental and tax receipts (millions) ^{c)}					
Gross rentals	2nd Qtr 2008	\$59.7	2nd Qtr 2007	\$57.9	+3.1%
Taxable rentals	2nd Qtr 2008	\$52.3	2nd Qtr 2007	\$50.2	+4.1%
Room tax receipts	2nd Qtr 2008	\$6.3	2nd Qtr 2007	\$6.0	+4.1%
Car and RV rental and tax receipts (millions) ^{c)}					
Car and RV Rental receipts	2nd Qtr 2008	\$18.0	2nd Qtr 2007	\$15.9	+12.9%
Car and RV Rental tax receipts	2nd Qtr 2008	\$1.3	2nd Qtr 2007	\$1.2	+7.6%
Residential Housing Sales ^{f)}					
Average price	3rd Qtr 2008	\$333,819	3rd Qtr 2007	\$328,525	+1.6%
Number of units sold	3rd Qtr 2008	730	3rd Qtr 2007	795	-8.2%

Note: The number of jobs in Anchorage is rounded to the nearest 100. Business owners, self-employed persons, unpaid volunteers or family help, and private household workers are excluded.

Sources: a) Alaska Department of Labor and Workforce Development; b) Bureau of Economic Analysis; c) Municipality of Anchorage; d) Ted Stevens Anchorage International Airport; e) Port of Anchorage; and f) Alaska Multiple Listing Service.

Economic data compiled by



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