

The San Jose Economy

Economic Indicators
September 2003

Overview

- I. Economic Activity Indicators
- II. Economic Outcome Measures

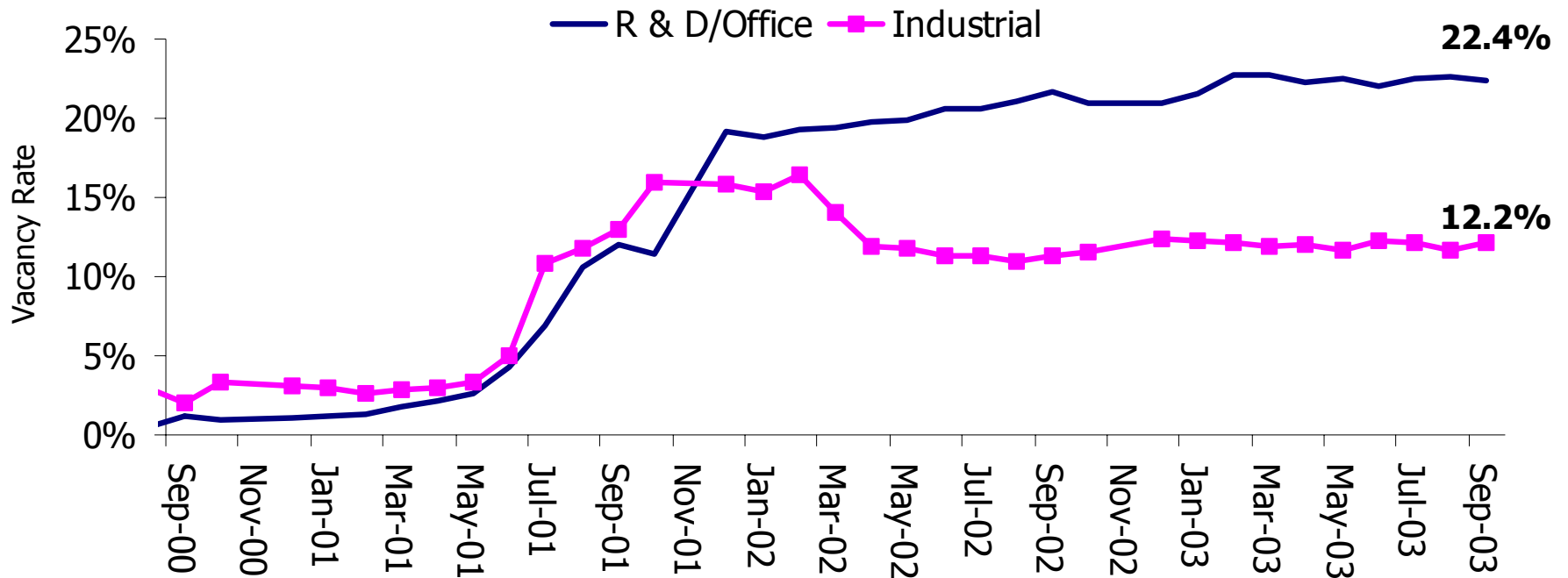
I. Economic Activity Indicators

Real Estate Activity

Visitor Activity

Business Activity

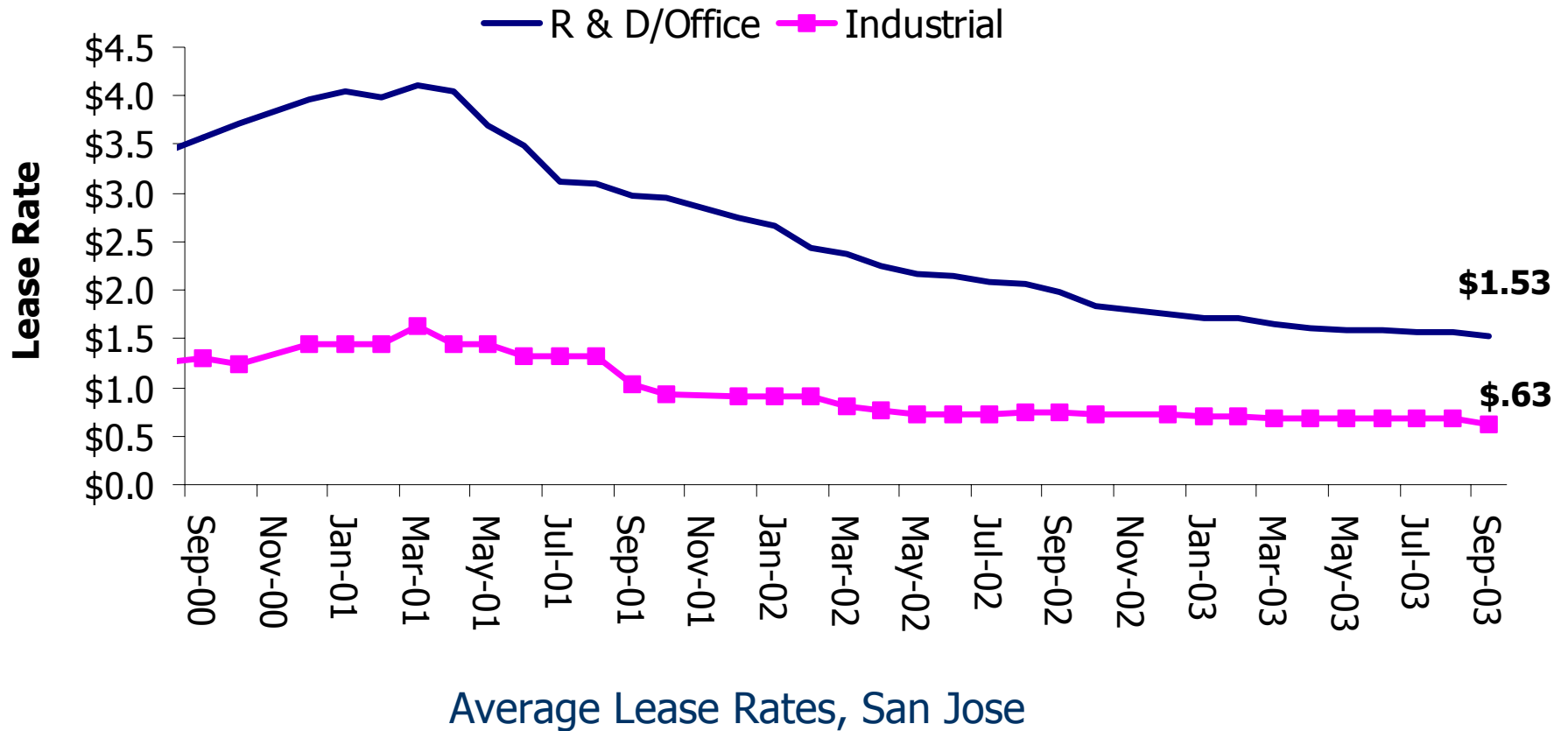
Industrial Vacancies Hold Steady At 12%, R&D/Office at 22%



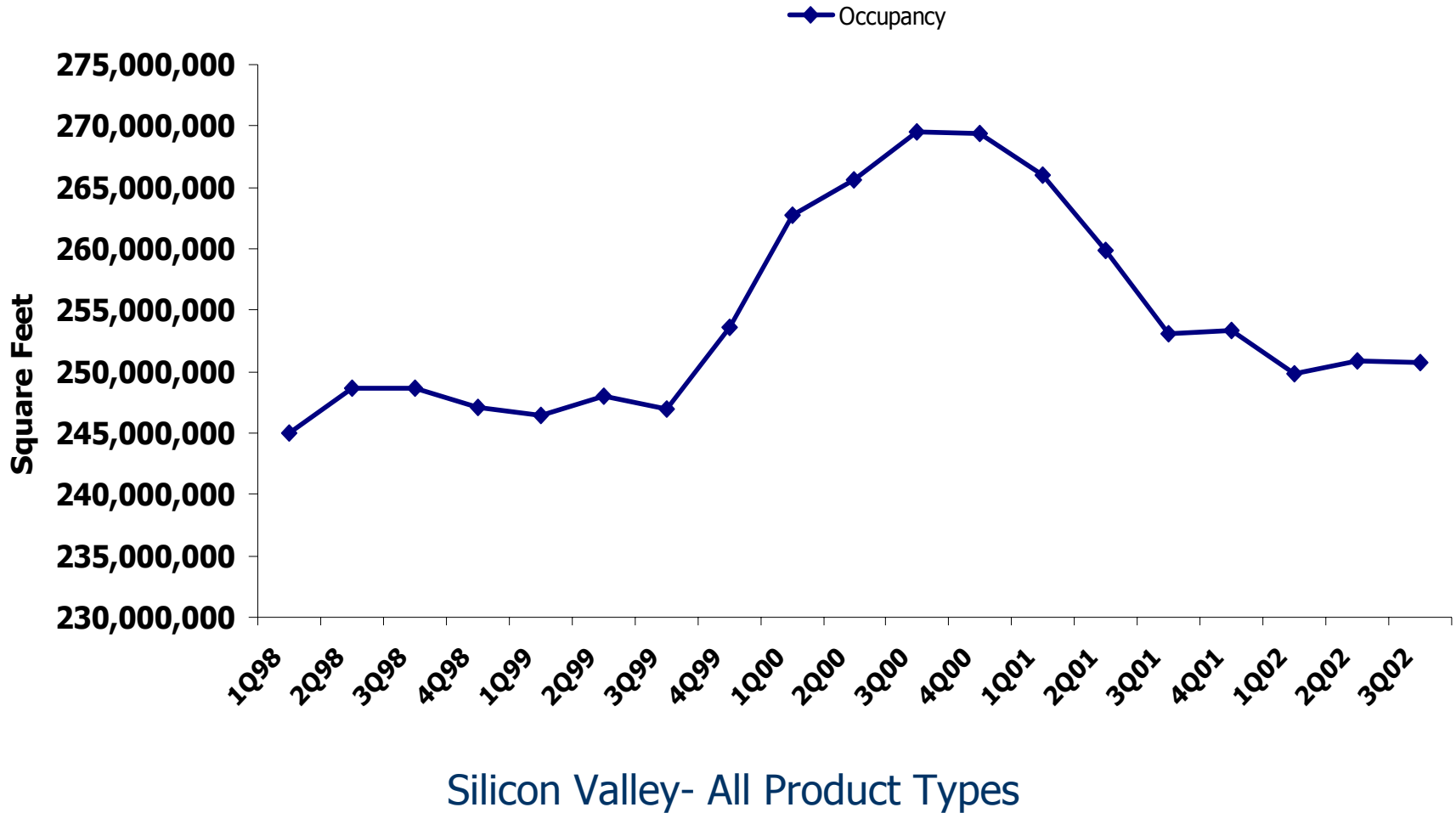
Average Vacancy Rates, San Jose

Industrial Lease Rates

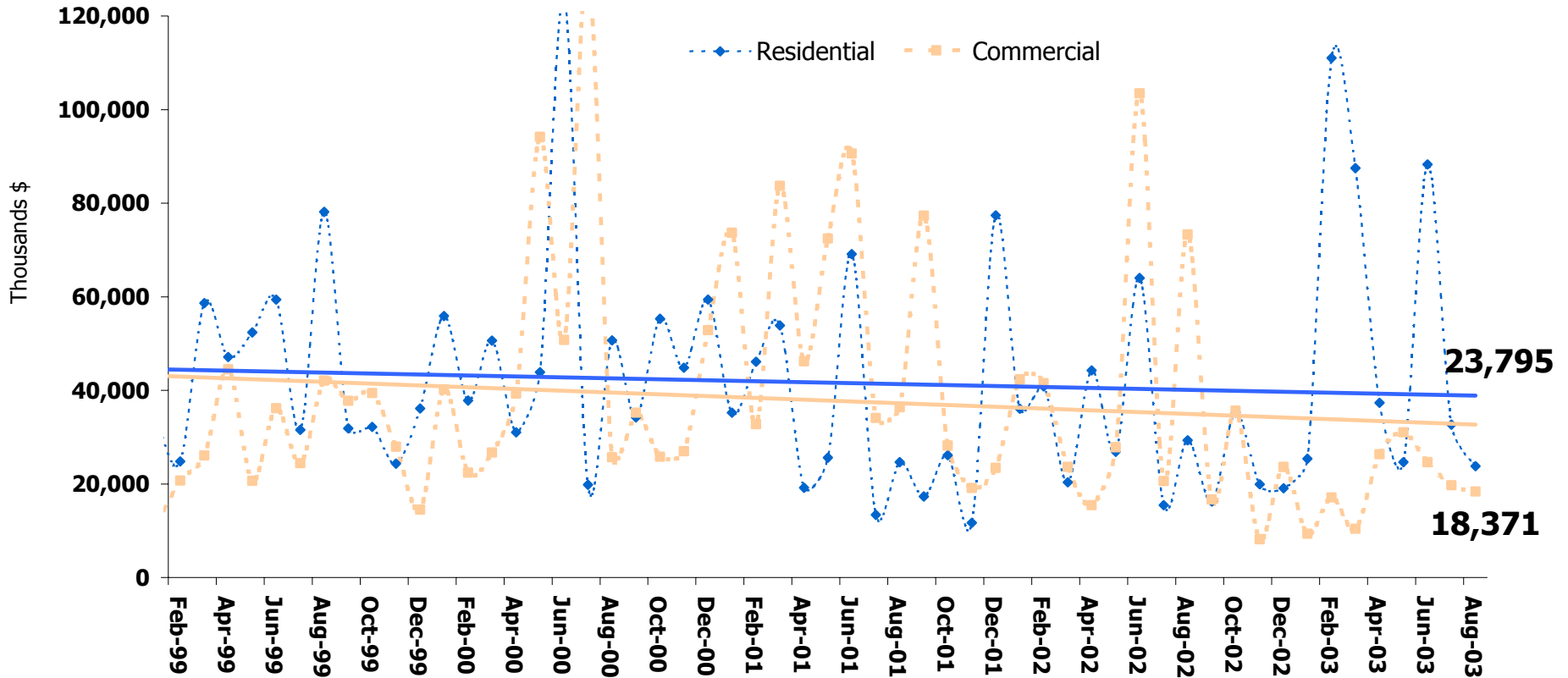
Hold Steady At \$.63, R&D/Office at \$1.53



Occupancy Levels are Solid



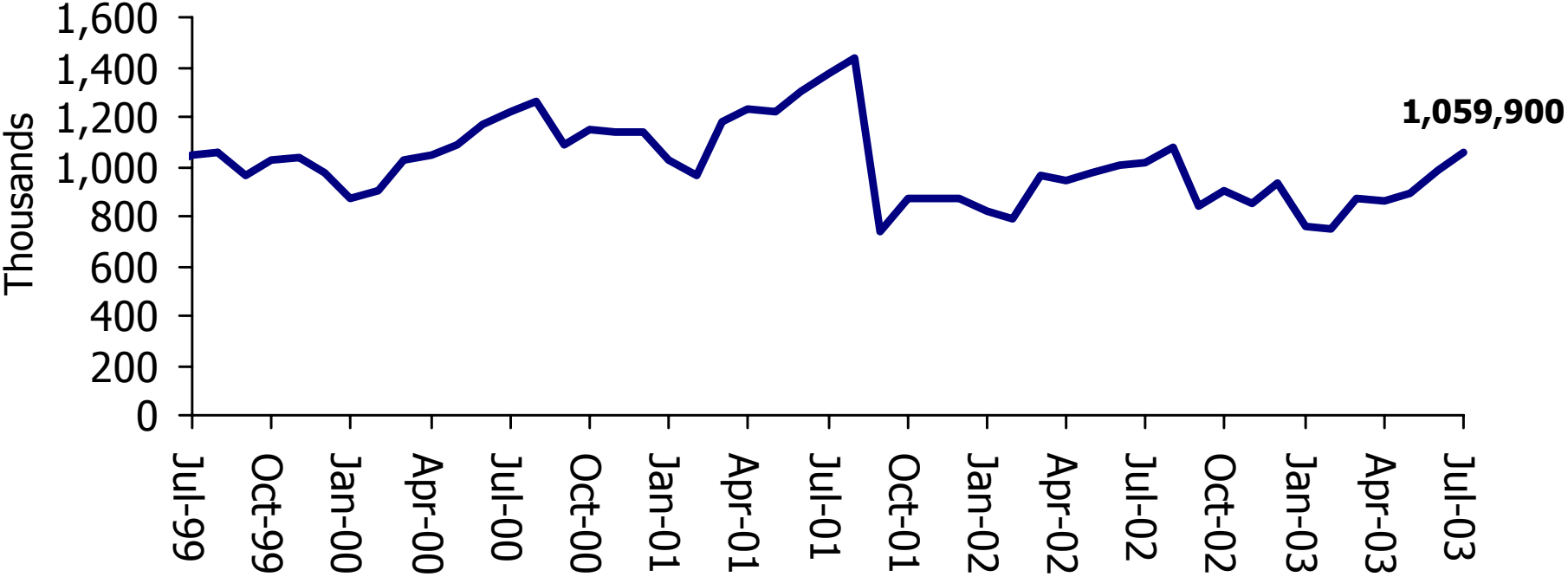
Residential Building Permit Valuations Decreased for Second Month in a Row



Building Permit Valuations, San Jose

Source: San Jose Planning Department

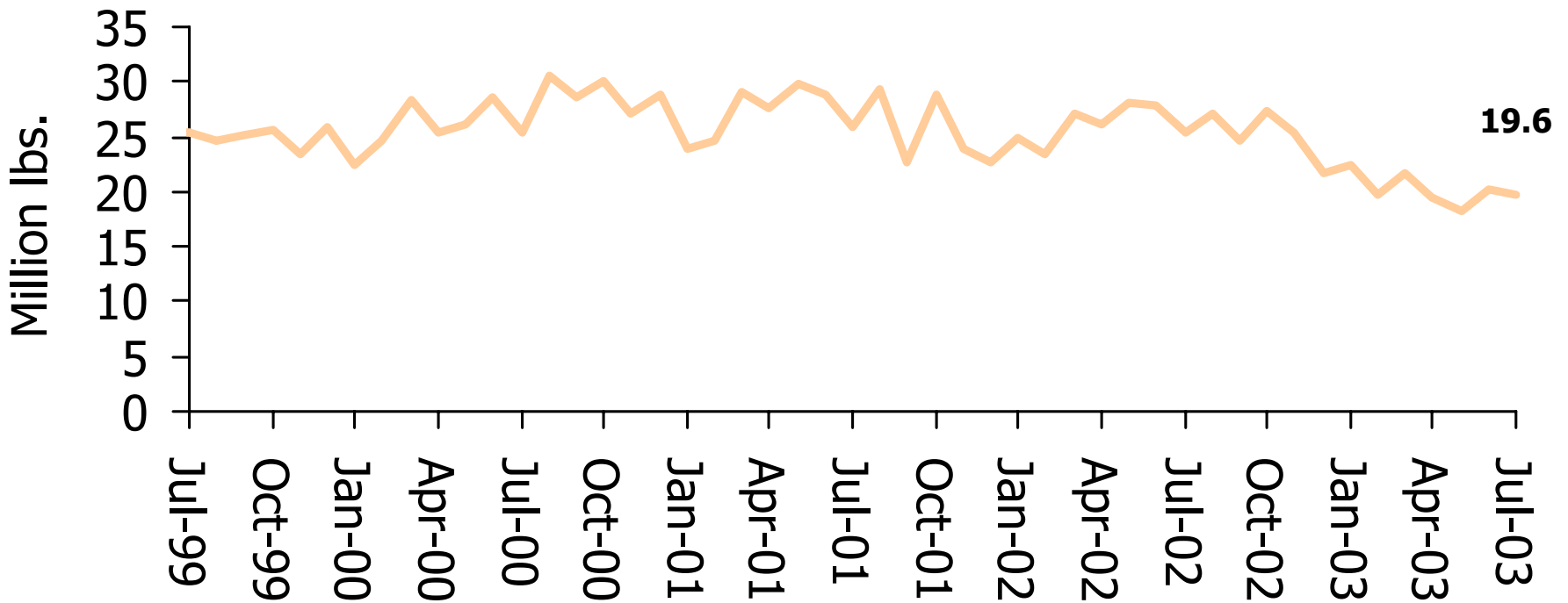
Airport Passenger Traffic Takes Off for the Summer



Passengers, Mineta San Jose International Airport

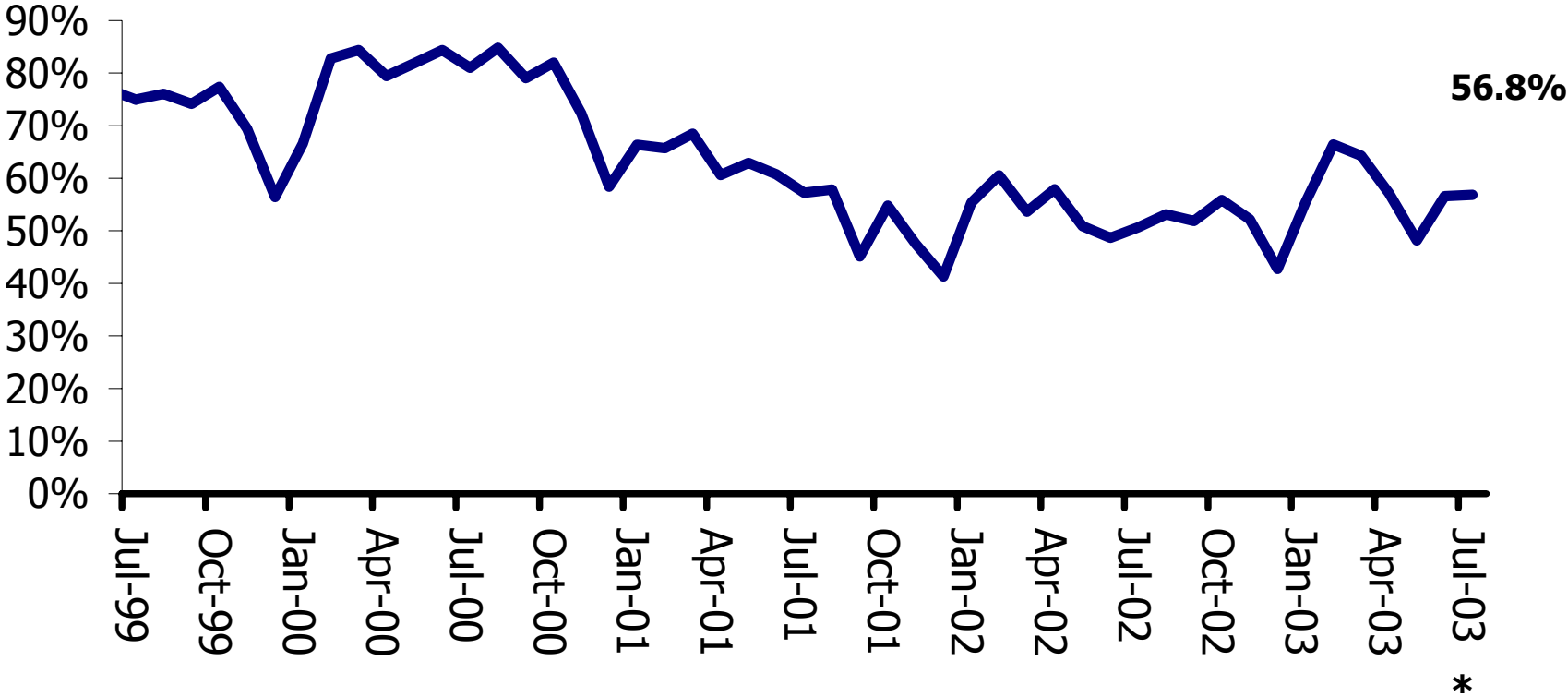
Source: Mineta San Jose International Airport

Airport Cargo Traffic Remains Sluggish



Cargo Volume, Mineta San Jose International Airport

Hotel Occupancy Rebounds in July, Including Marriott

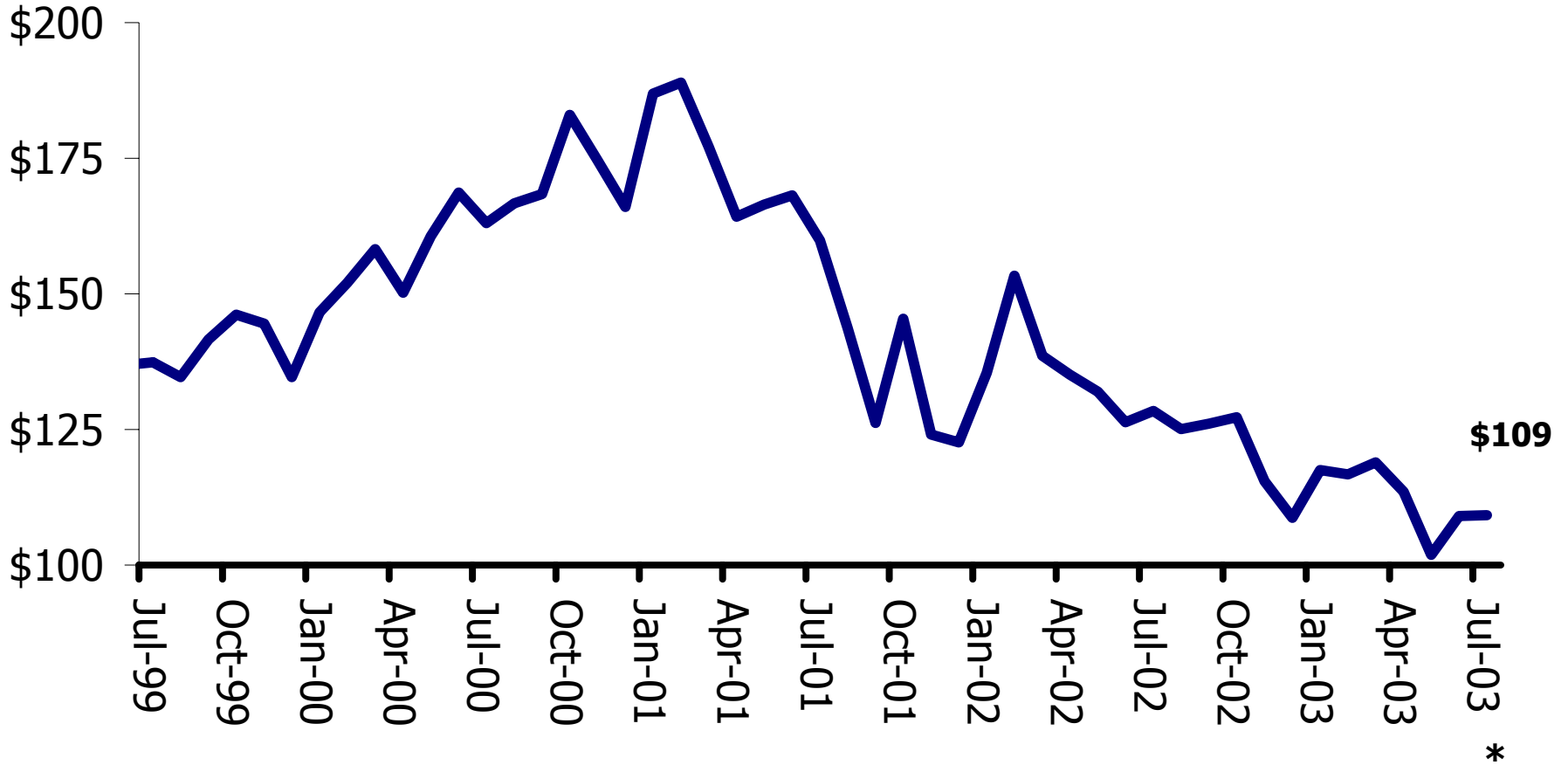


Hotel Occupancy, San Jose

Source: San Jose Convention & Visitors Bureau

*New Downtown Marriott Hotel included in July Figures

...And Room Rates Steady

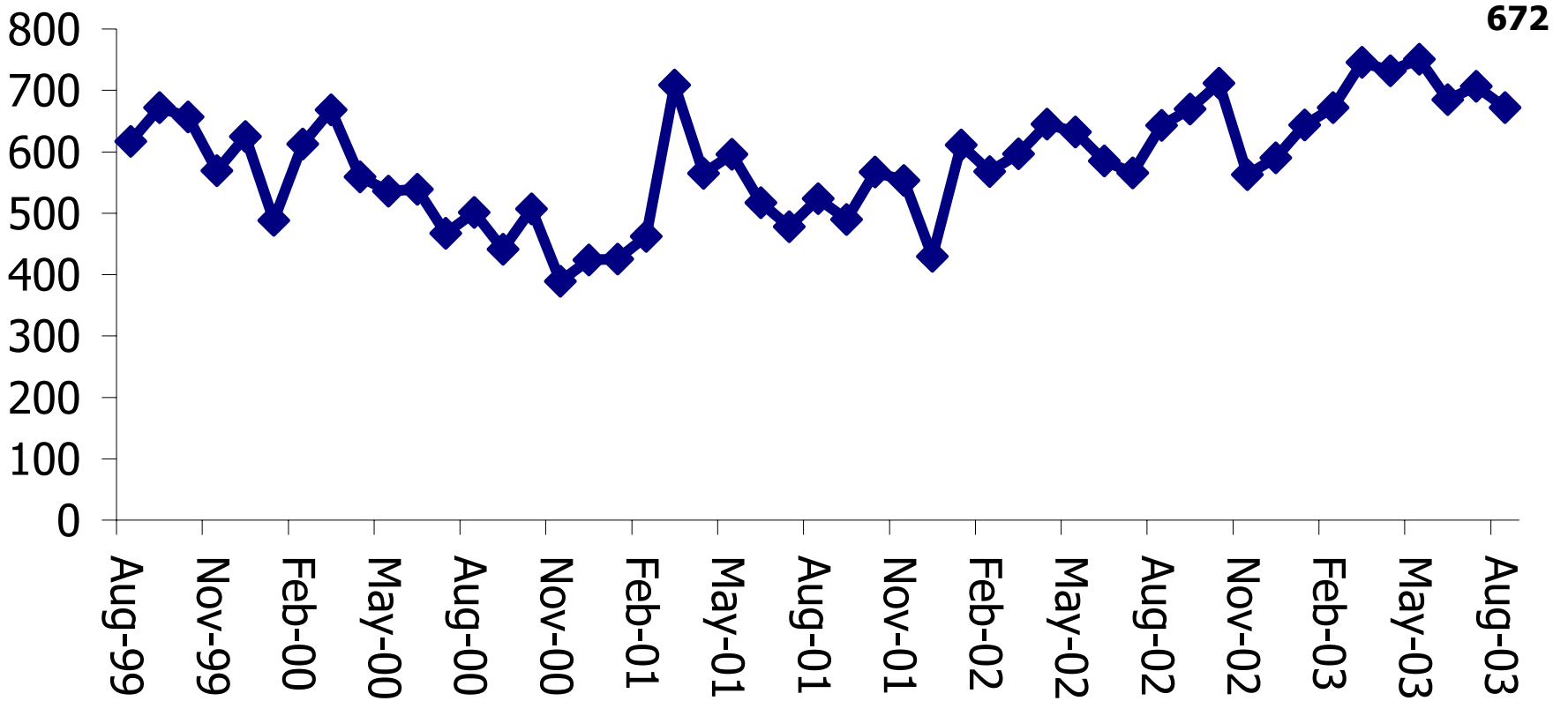


Hotel Average Room Rates, San Jose

Source: San Jose Convention & Visitors Bureau

*New Downtown Marriott Hotel included in July Figures

Bankruptcy Filings Remain High



Local Bankruptcies Filings , San Jose Division

Source: U.S. Bankruptcy Court (San Jose Division)

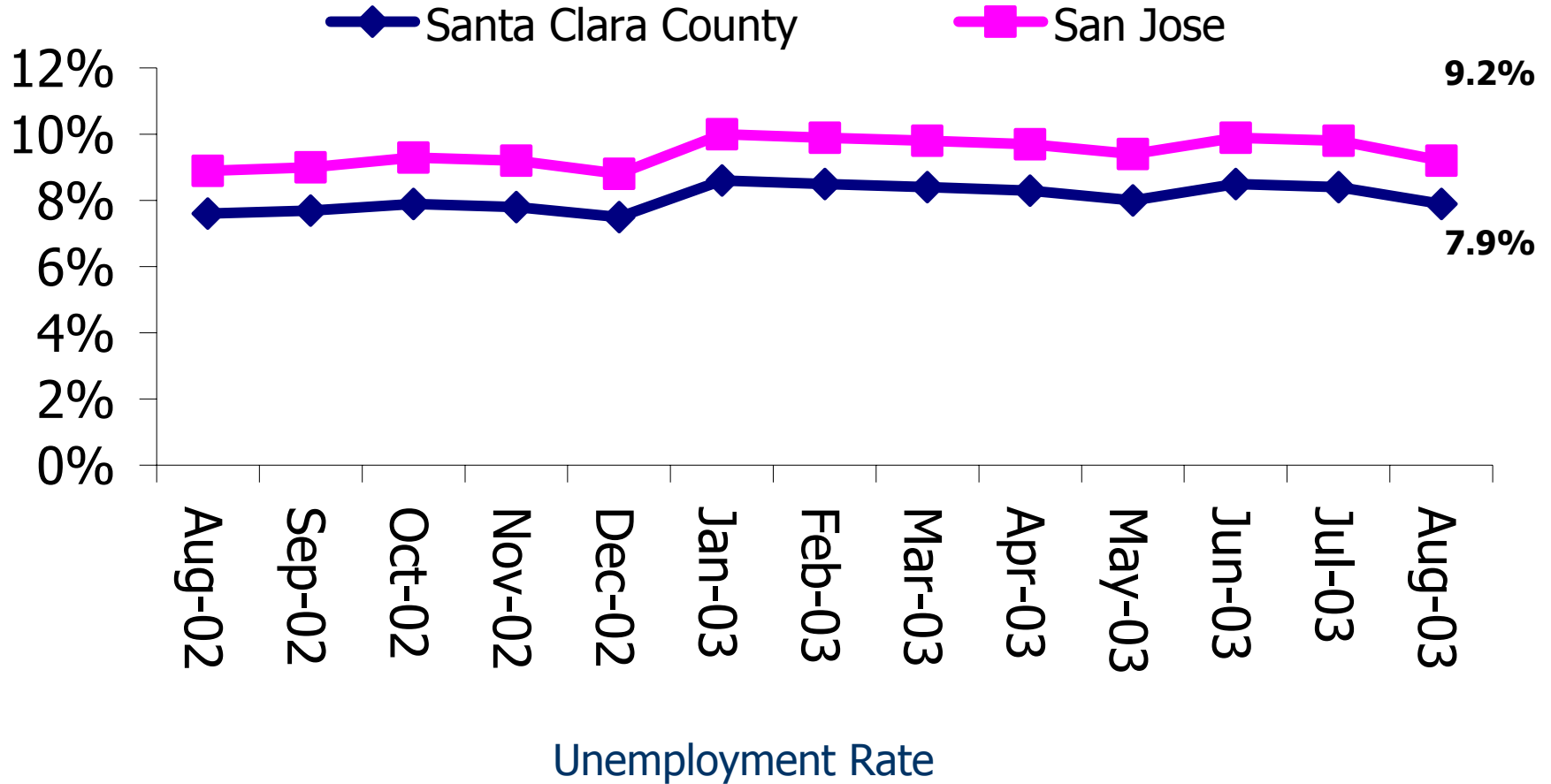
II. Economic Outcome Measures

Increase Prosperity

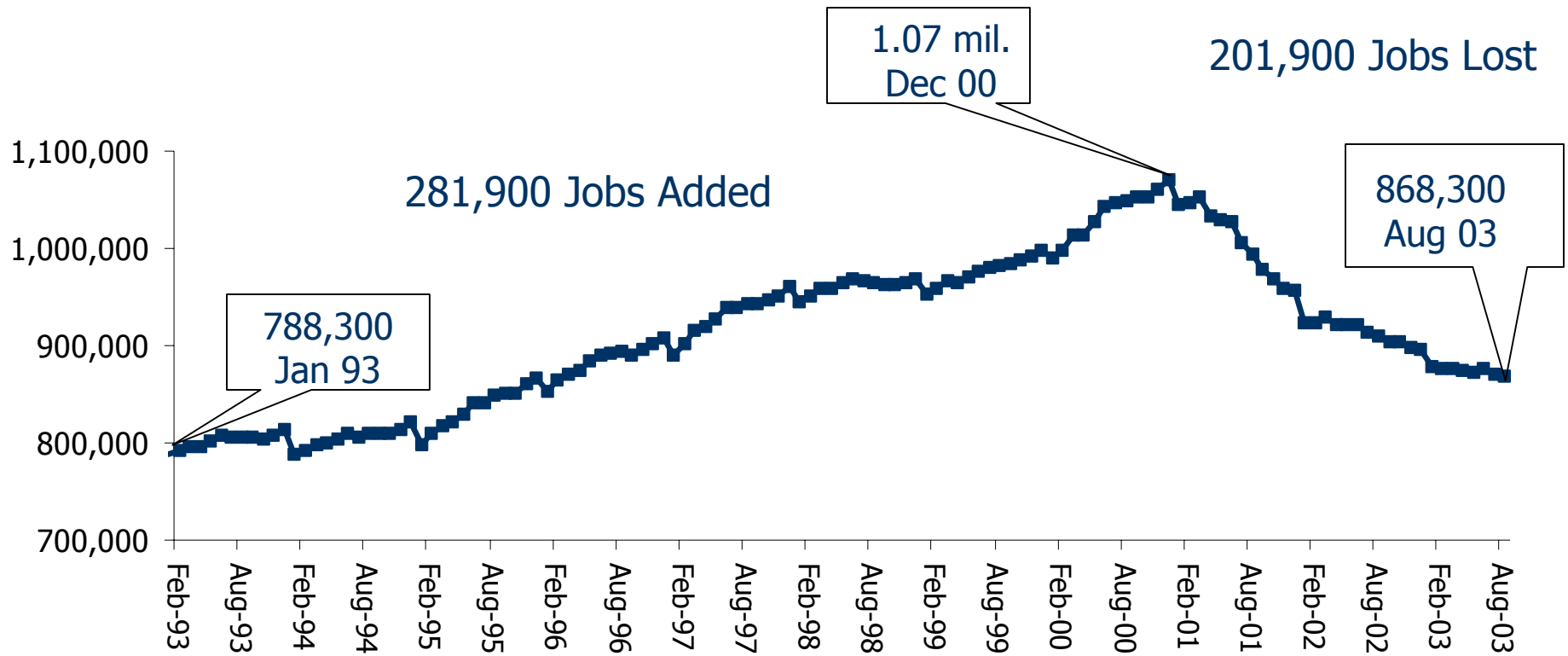
Increase Economic Opportunity

Sustain Revenue Growth

San Jose Unemployment Falls, But 1,700 Jobs Lost in August



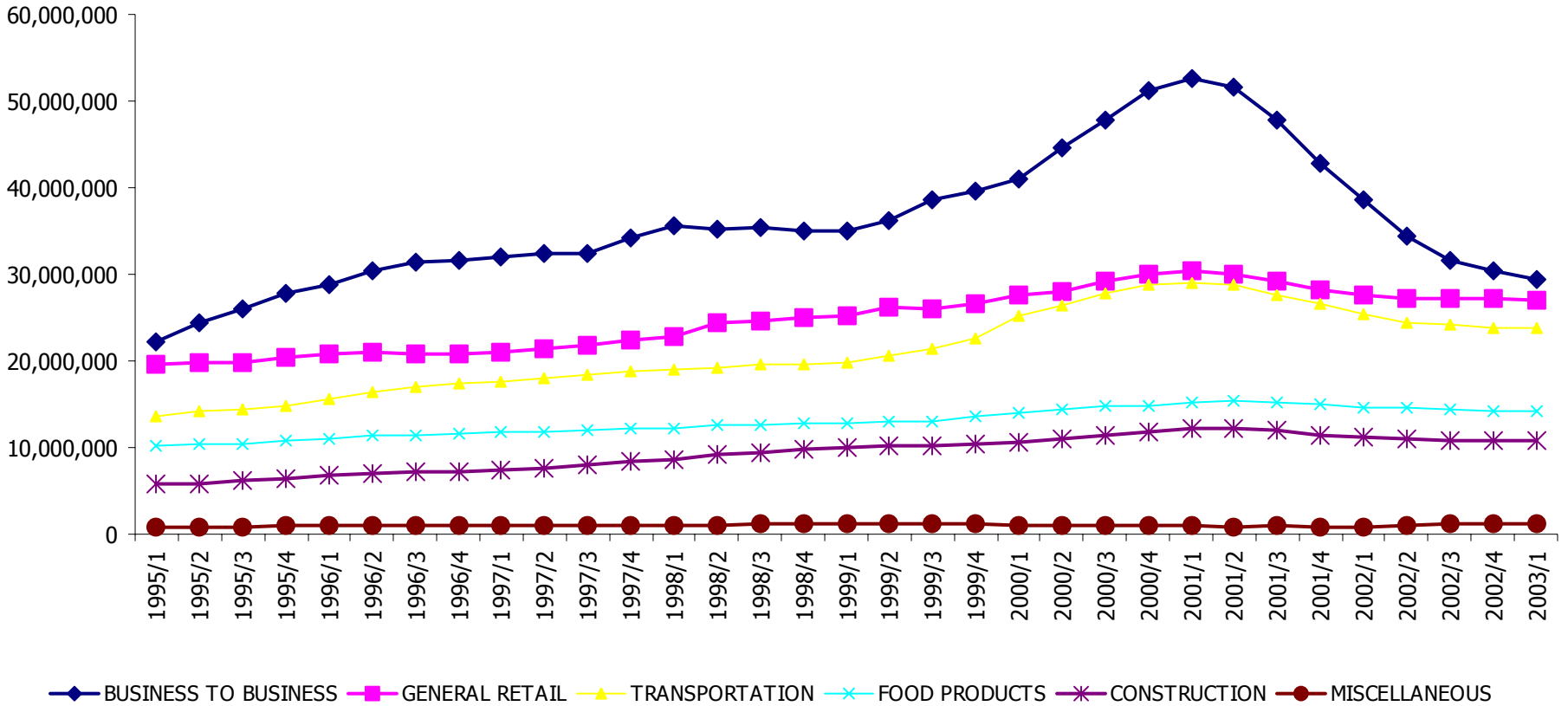
County Has Lost 201,000 Jobs, San Jose About 91,000



Jobs, Santa Clara County 1993-2003

An estimated 90,900 jobs have been lost in San Jose

Business to Business Sales Tax Declines 44% Since 2000



Breakdown of Sales Tax by Category

Source: MBIA Muniservices, Benchmark Year