



Idaho Economic Outlook

Jordan Prassinos
Idaho Power Company
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Disclaimer

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Agenda

Macro Economic Influences

- • Near Term Headline Idaho Gross State Product Outlook
- • Labor market proxy in Idaho
- • Boise home value growth and structural risks
- • Consumer fiscal support during pandemic and Feb Debt
- • Inflation outlook volatility

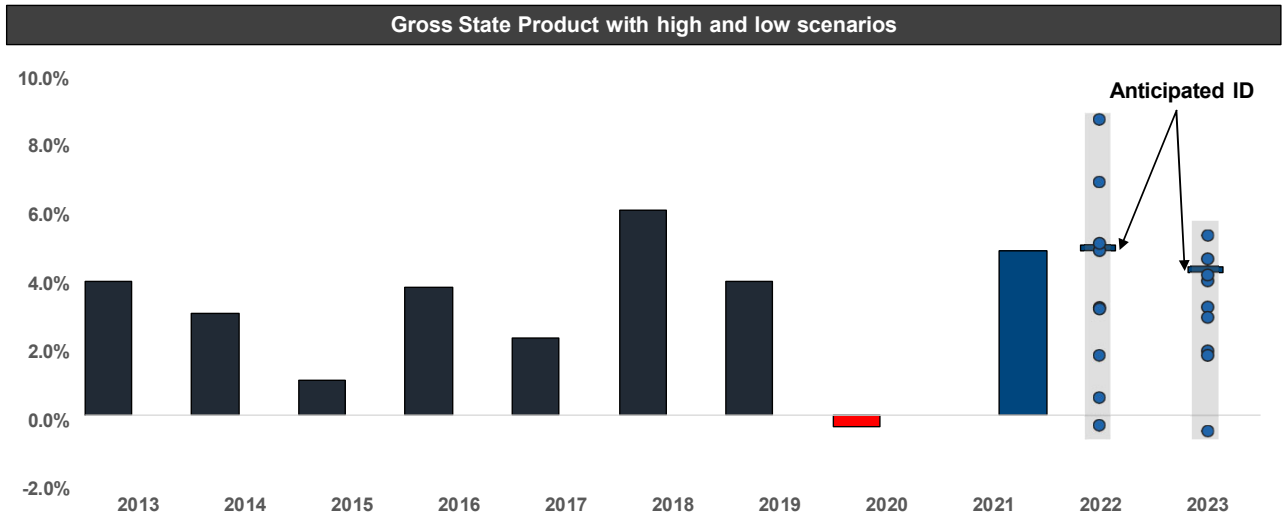
Electric Utility Forecast

- • Electricity Price Outlook

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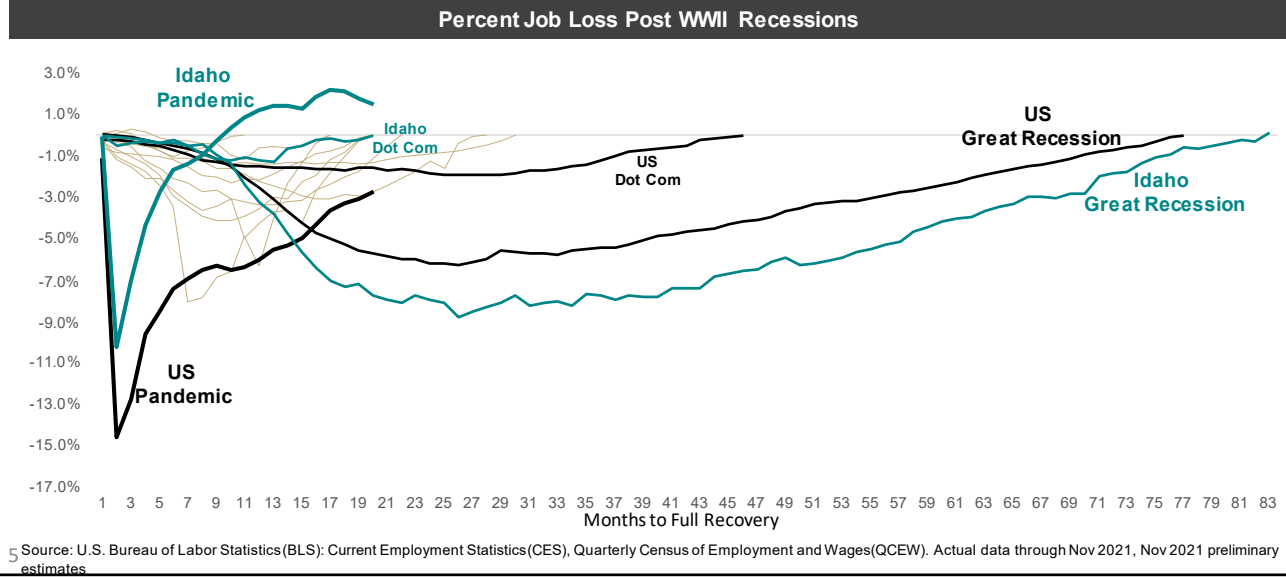
Overall State Anticipated Growth



4 Source: Derived from Moody's Analytics Dec 2021. Notes: Base case assumption of US GDP 2022 4.4% 2023 2.9%

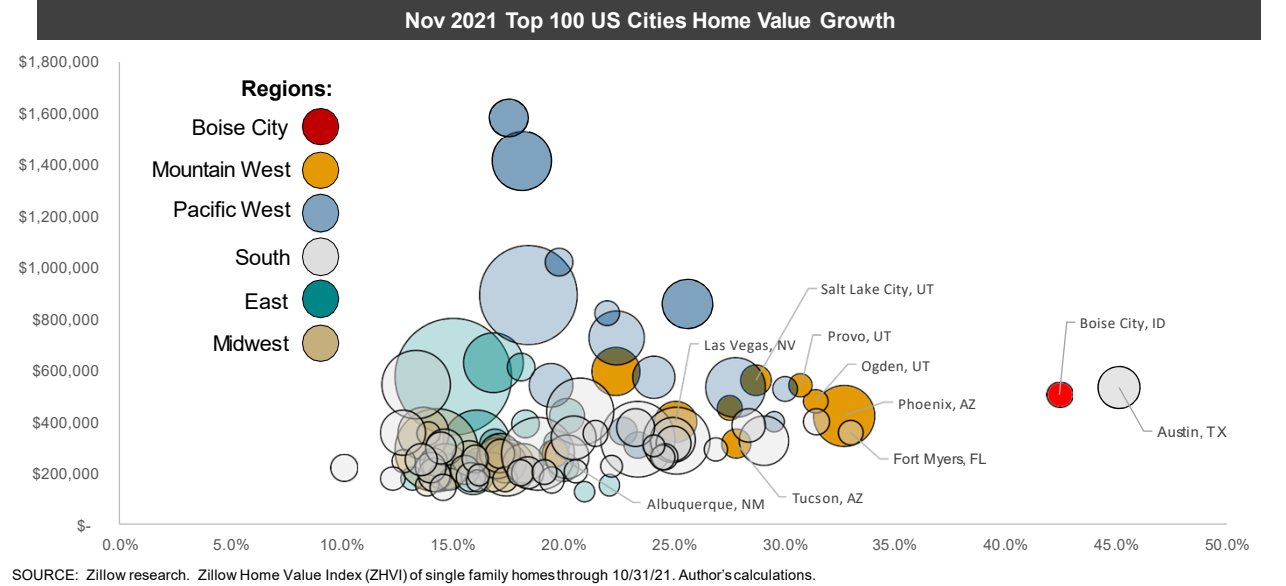
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Comparative Analysis: Idaho's Labor Market



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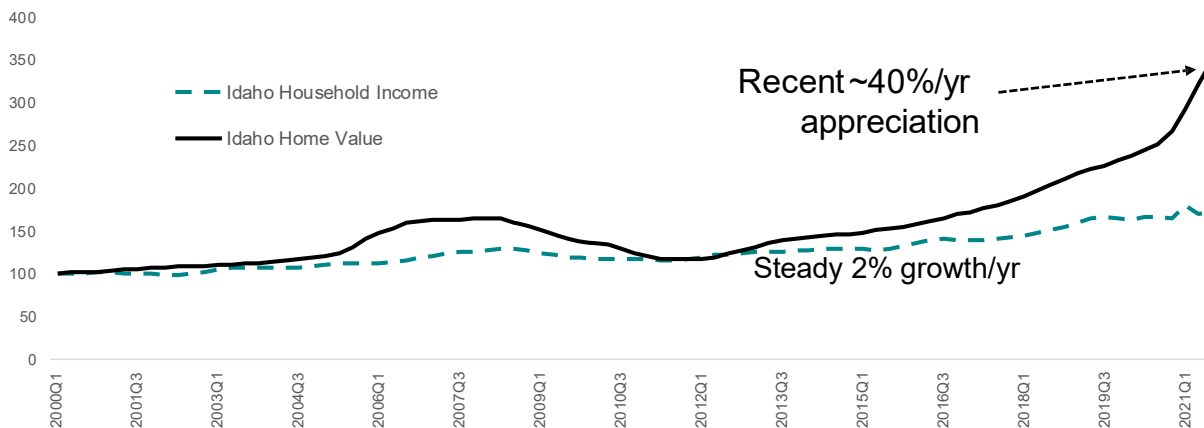
Regional Home Value Growth



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Idaho Incomes and Home Values

Idaho Median Income and Home Values (Indexed to 1997)



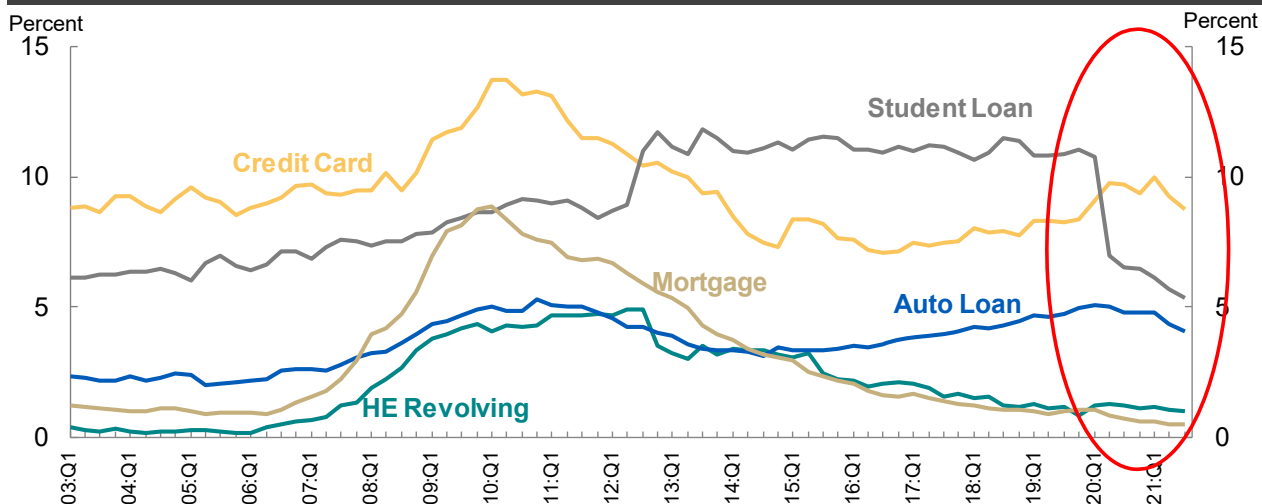
SOURCE HOME VALUES: Zillow research. Zillow Home Value Index (ZHVI) of single-family homes.
 SOURCE INCOME: U.S. Bureau of Economic Analysis (BEA); U.S. Bureau of Labor Statistics (BLS) Wage and salary disbursements: Total, (Mil. USD, SAAR)
 Author's Calculations

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US Private Debt Delinquencies Improve

Percent of Balance 90+ Days Delinquent by Loan Type

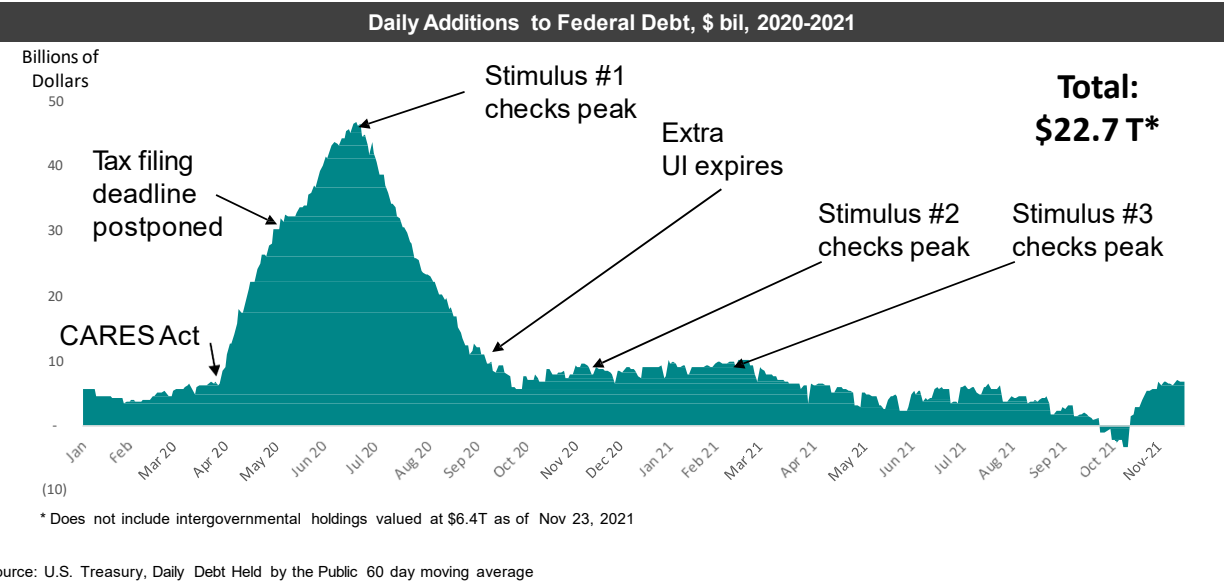


Source: Fed Reserve Bank of New York/Equifax

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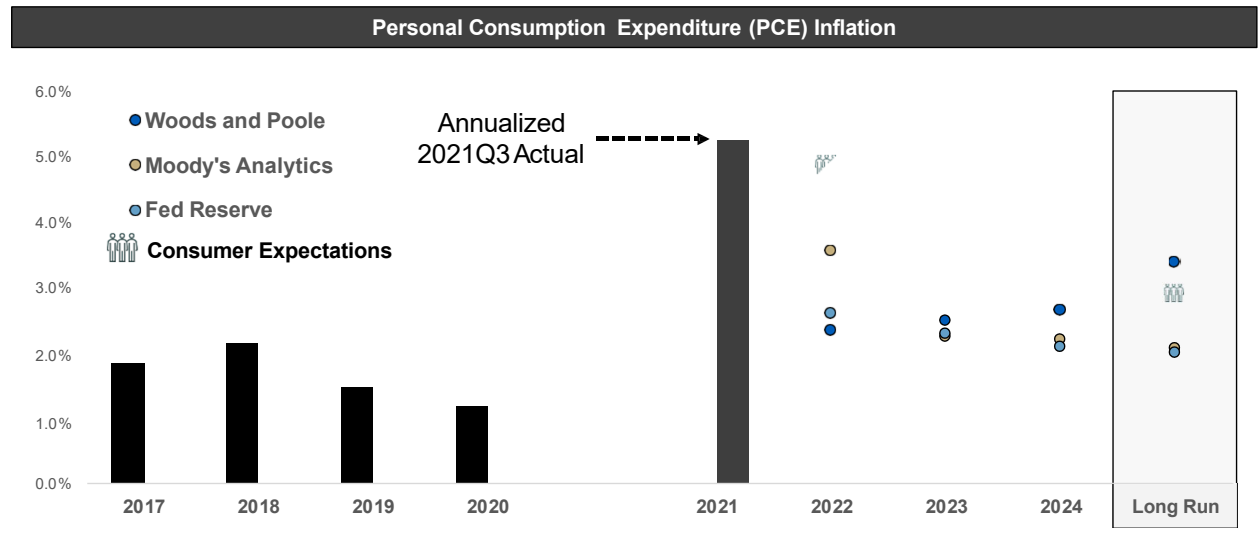
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Federal Debt Mounts



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Inflation Expectation Volatility



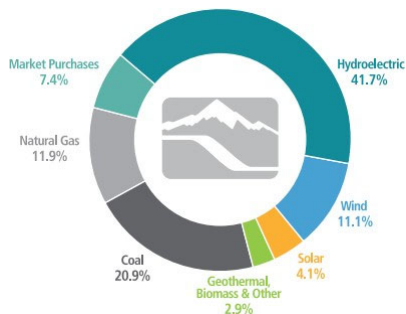
Source: Actual data annual average of quarterly Personal Consumption Expenditures (PCE) Bureau of Economic Analysis. Forecast: Moody's Analytics, Woods and Poole Economics, Federal Reserve Board and University of Michigan Consumer Sentiment Survey

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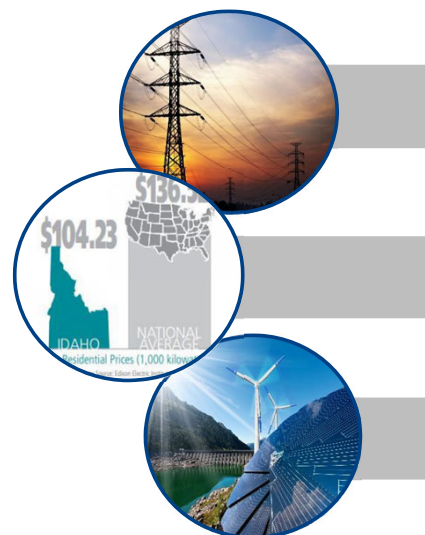
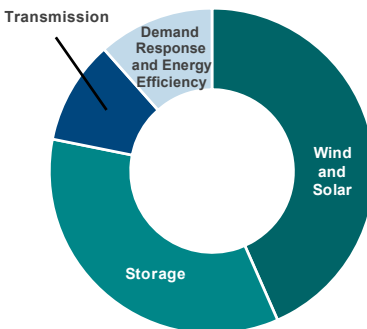
Electricity Composition - Idaho

Clean Resources Today...Cleaner Tomorrow for Idaho's Energy Future

2020 Energy Mix



Capacity Expansions Required by 2040

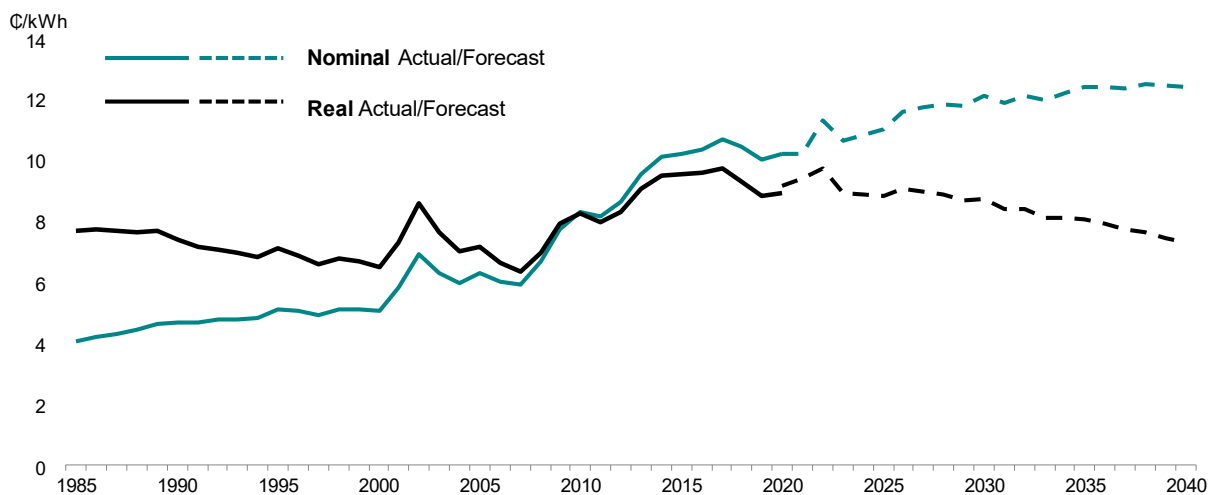


11 Source: Idaho Power

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Forecast of Electricity Price

Historic and Forecast cents per kWh cost – Idaho Power



12 Source: Idaho Power

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Summary Leading into Personal Income

Summary Points

- Despite recession, Idaho continued as a top performing “hard data” state for economics and demographics in US
- Electric Price trajectory positive as growth continues pressure, real declining
- Recovery is here in Idaho. Potential risks percolating:
 - Inflationary pressure
 - Service response. National economy is tied to COVID responses.
 - Participation.
- Expectation is 2022 and 2023 net migration will support a continued high level of growth or low probability of recession resurgence

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