

SOUTHERN NEVADA MARKET OUTLOOK

Presented to:

NVCPA

NEVADA SOCIETY OF CERTIFIED PUBLIC ACCOUNTANTS

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ECONOMICS

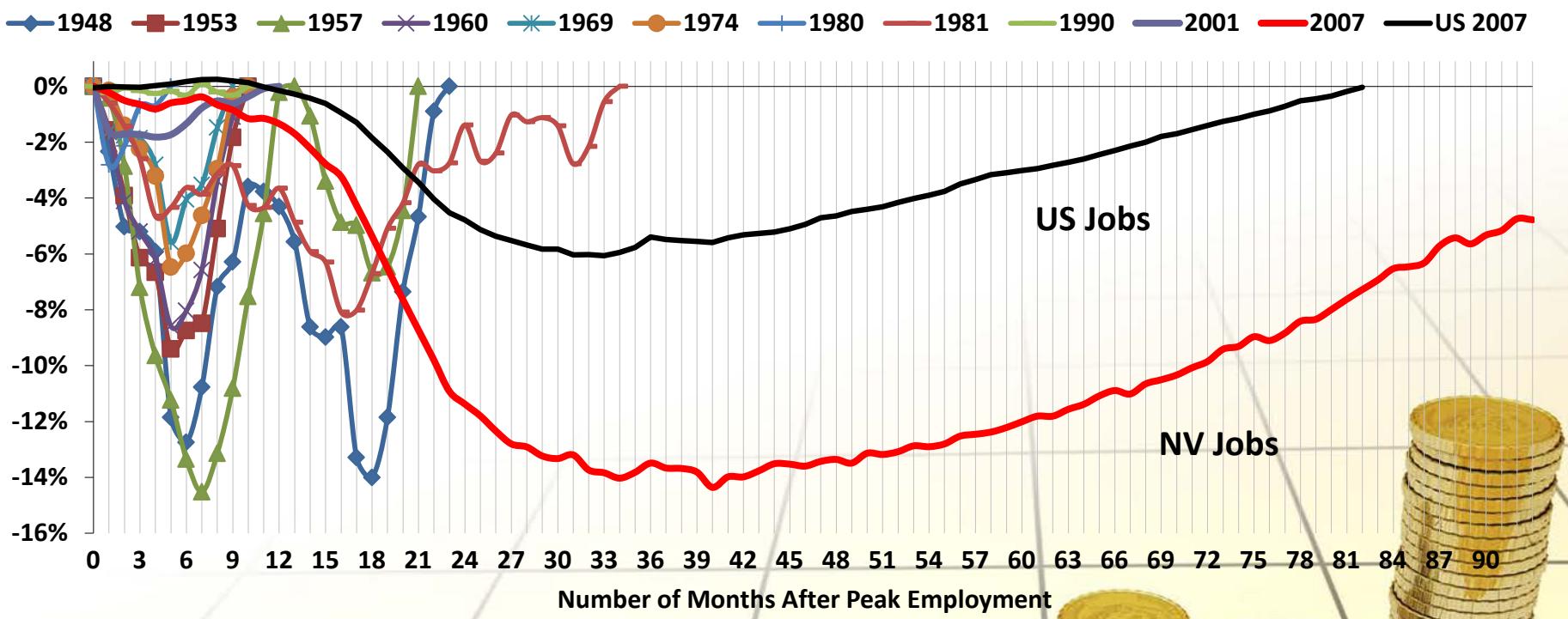


Economics & Population



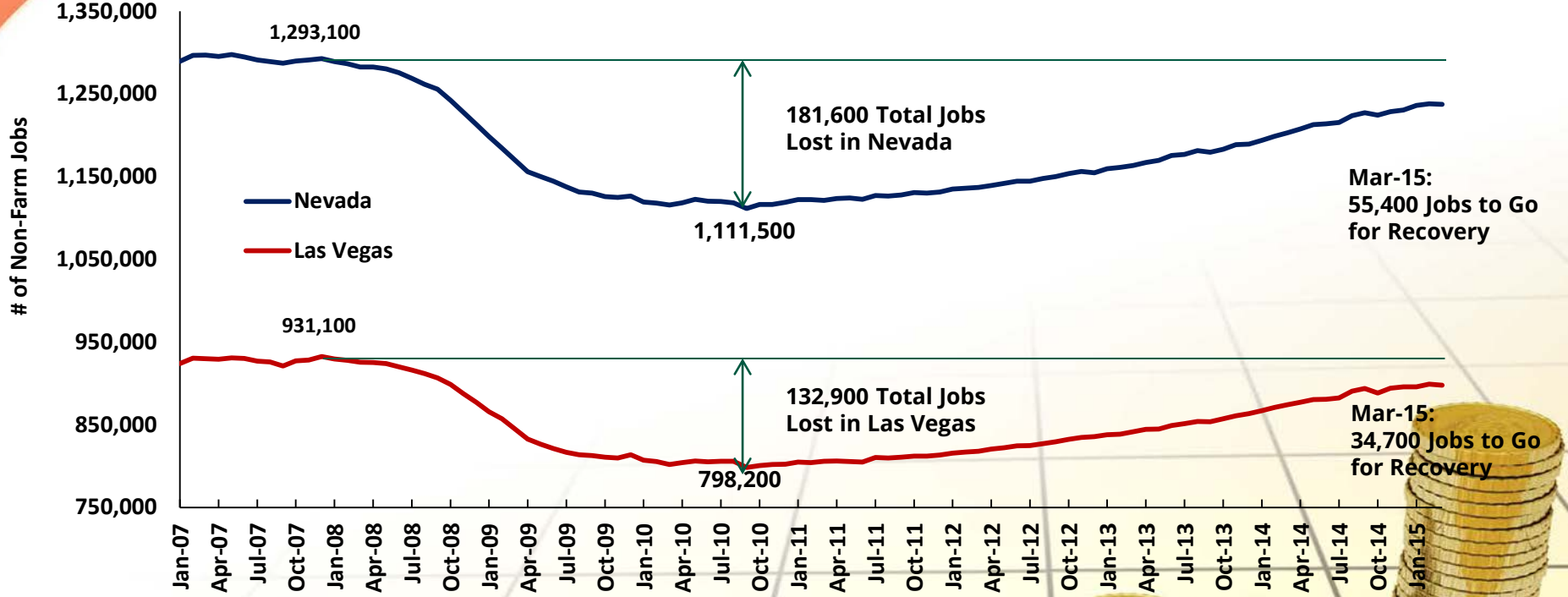
Great Recession lingered longer than previous recessions in Nevada

US vs Previous Nevada Recession Recoveries: 1948-present



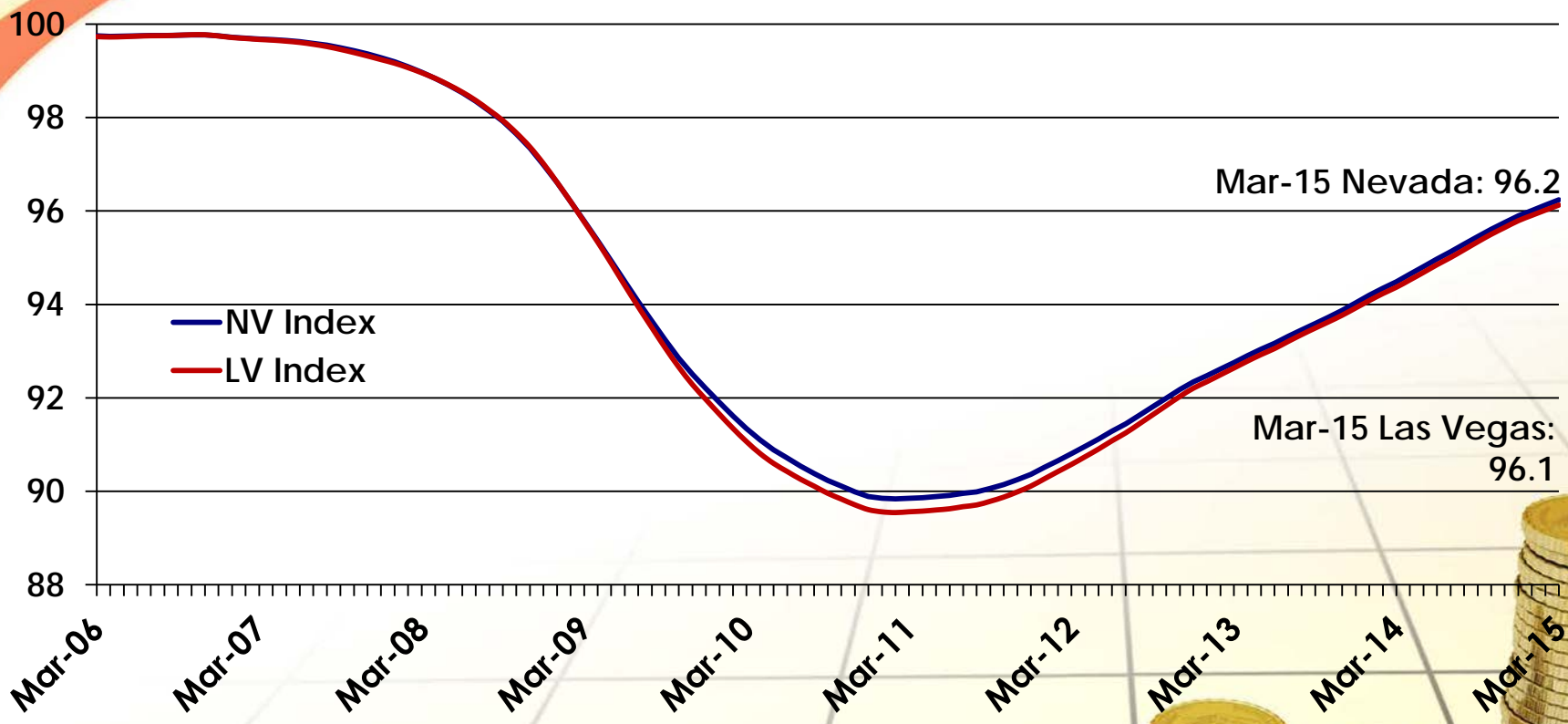
Nevada & Las Vegas are about 70% & 74% of the way to full recovery

Nevada & Las Vegas MSA Job Recovery: Jan-07 to Mar-15



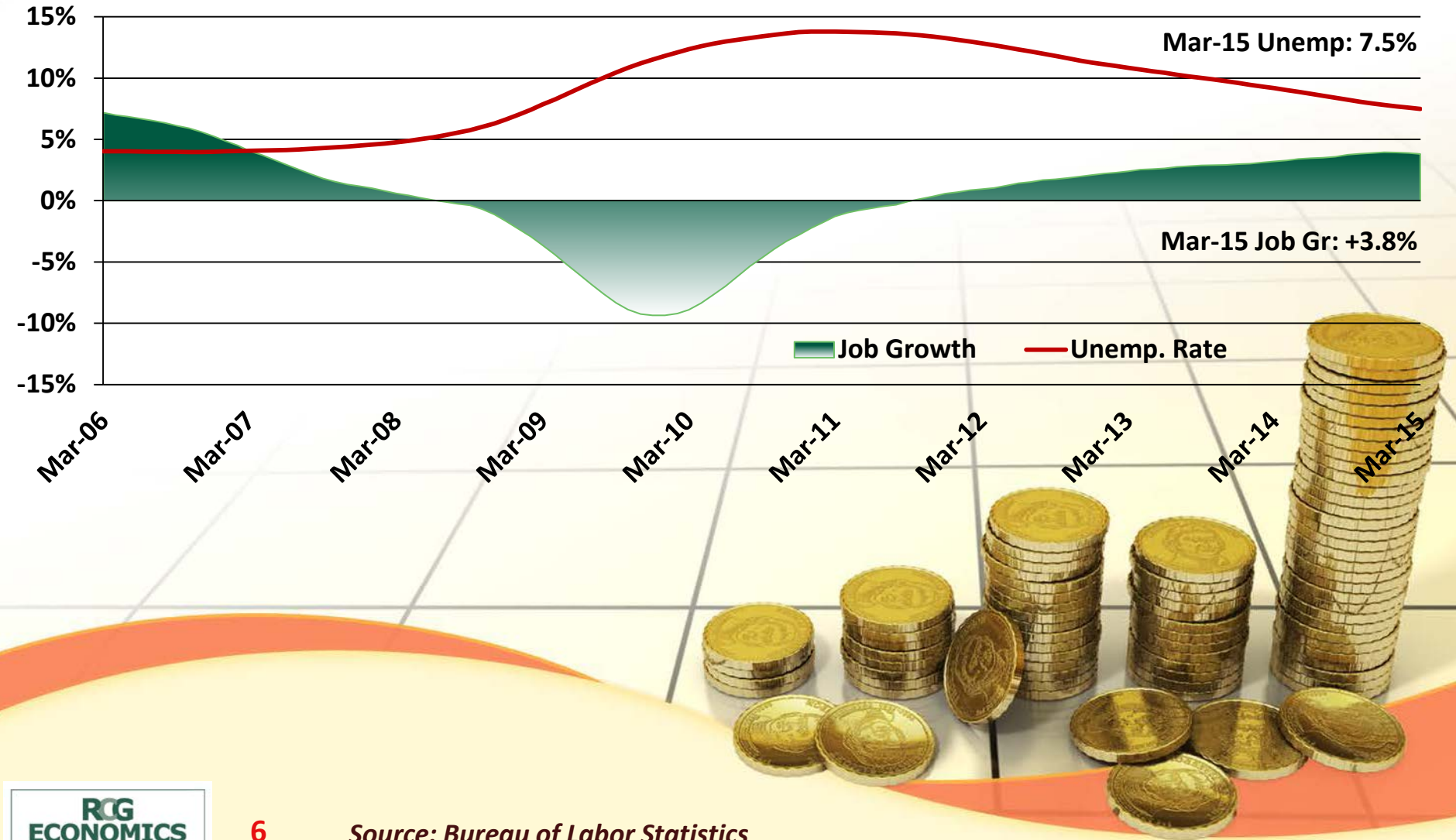
State & MSA RCG Indices climbing for 4 years

Nevada & Las Vegas MSA RCG Index: Mar-06 to Mar-15



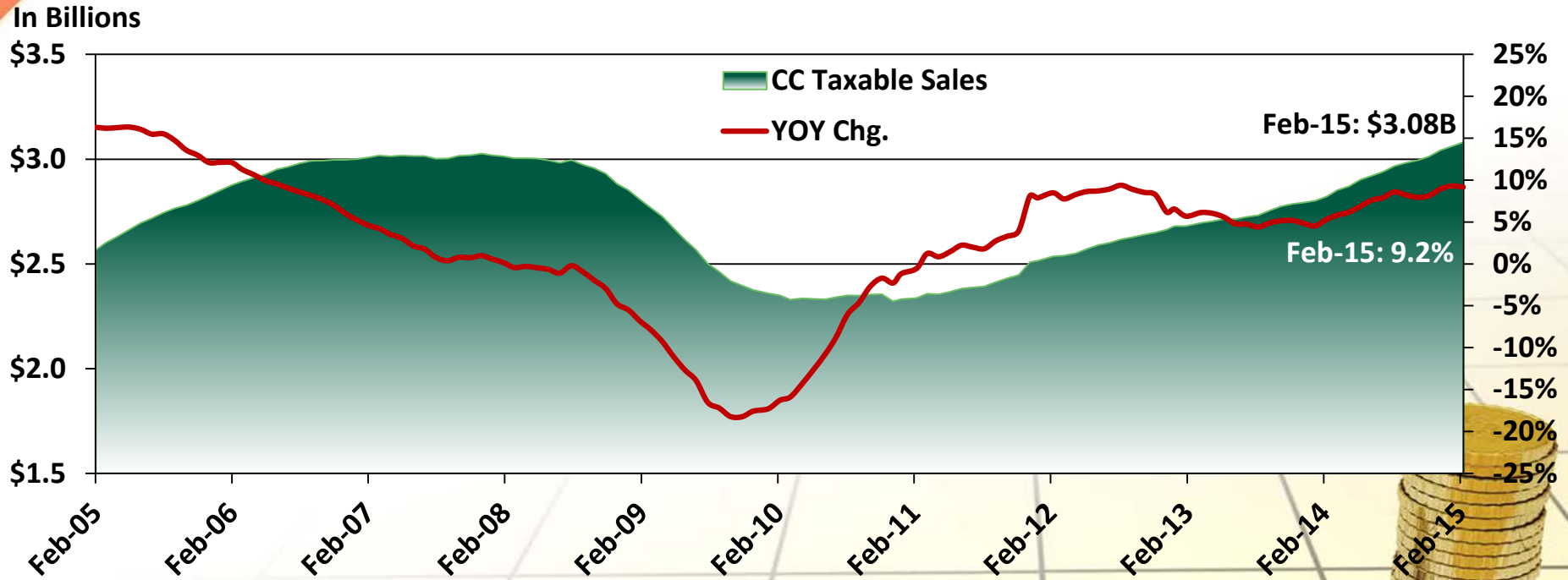
Las Vegas jobs still growing, but at slower pace than in 2000s

Las Vegas MSA Job Growth & Unemployment Rate: Mar-06 to Mar-15



Clark County retail sales still growing strong after 3 years, at new highs

Clark County Taxable Retail Sales: Feb-05 to Feb-15

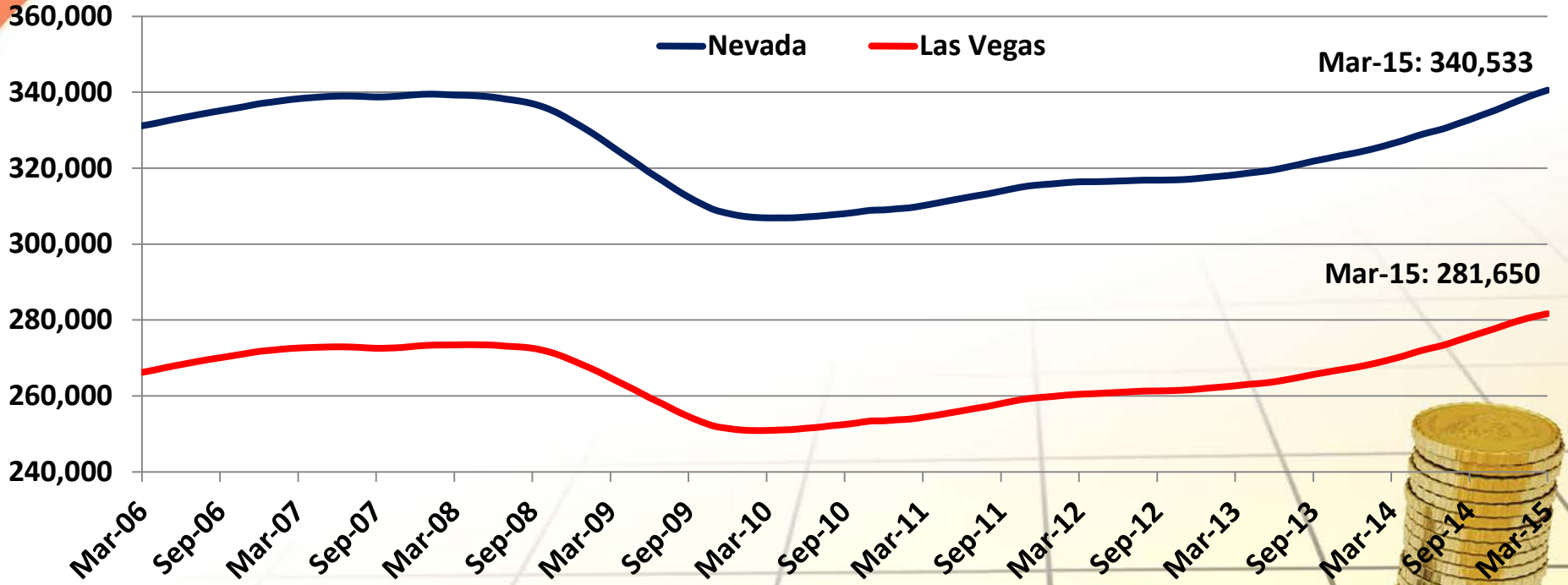


Leisure & Hospitality



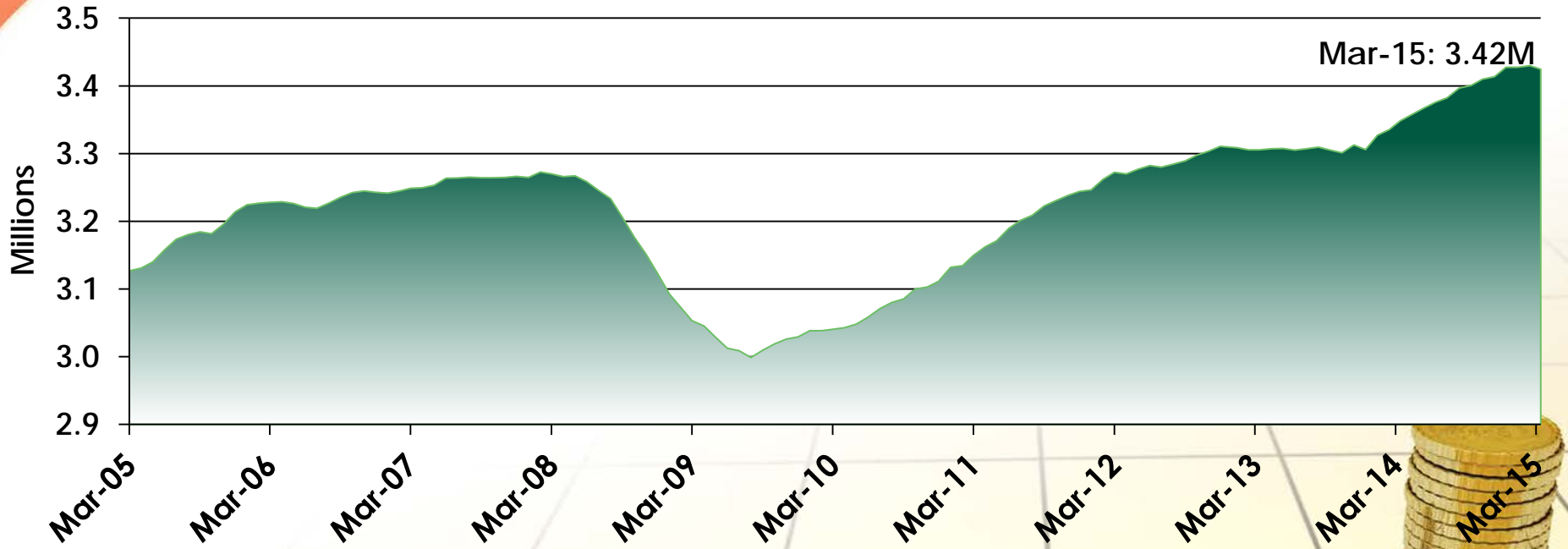
Las Vegas Leisure & Hospitality jobs surpassed pre-Recession peak

Las Vegas MSA Leisure & Hospitality Employment: Mar-05 to Mar-15



Las Vegas visitor volume peaking after reaching all-time high

Las Vegas Visitor Volume: Mar-05 to Mar-15



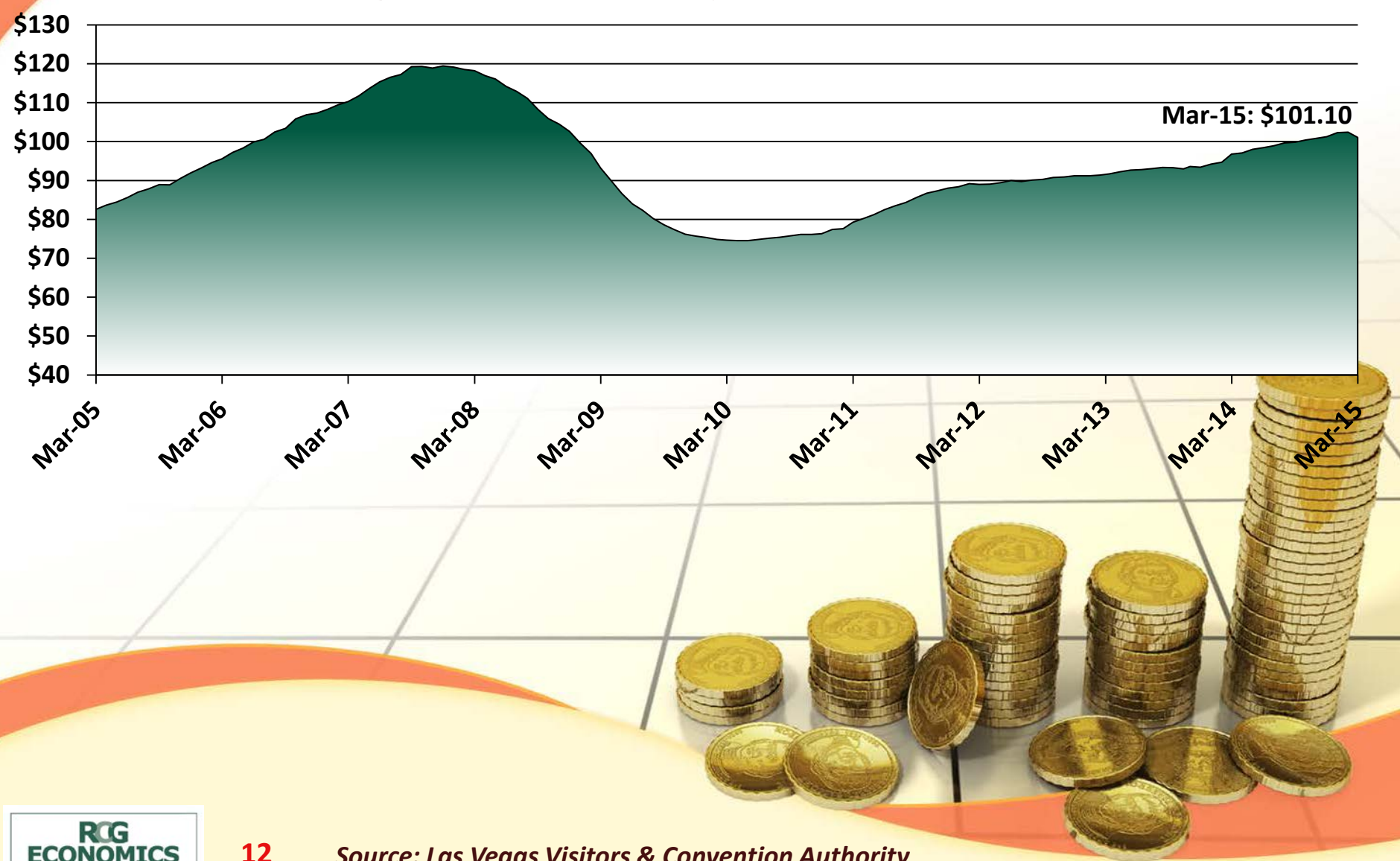
Las Vegas convention attendance slow to recover, unlike total visitor volume

Las Vegas Convention Attendance: Mar-05 to Mar-15



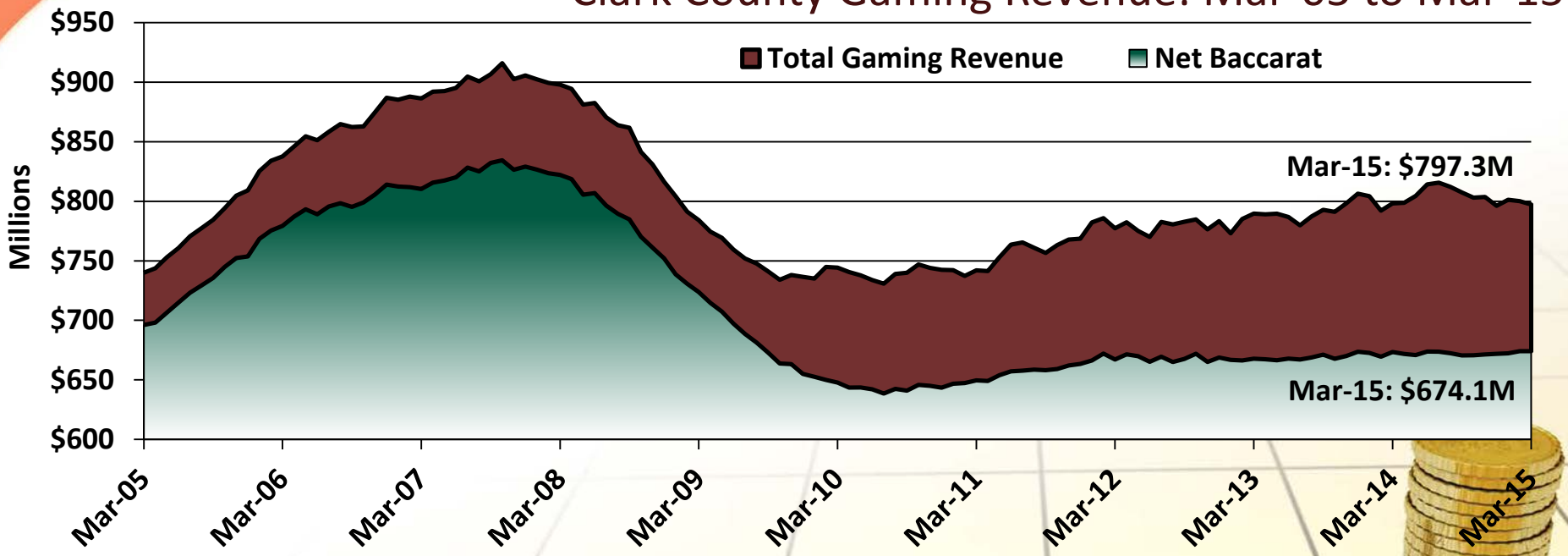
Hotel room revenue recovering in spurts but steadily moving to historical high

Las Vegas Hotel Revenue per Available Room: Mar-05 to Mar-15



Baccarat buoying casino gaming revenues, slot play still struggling

Clark County Gaming Revenue: Mar-05 to Mar-15



High-end gaming & remodels will dominate gaming construction

Largest Projects by Year: 2015-2018

- In 2015: \$1,435 Million
 - Linq (Phase 2)
- In 2016: \$694 Million
 - MGM International Arena
- In 2017: \$1.4 Billion
 - All Net Resort & Arena
- In 2018: \$4 Billion
 - Resorts World Las Vegas

Total: \$7,539



American gaming industry contributes economic activity over many sectors

US Gaming Facts

- # 510 commercial & 474 tribal casinos (984 total) in US
 - \$81B in total revenues
- # Gaming supports 1.7M jobs
 - \$74B in wages
- # Generates \$38B in fed., state, local tax revenues
 - \$8.7M for state and local entities
- # Contributes \$240B to US economy
 - \$101.6B in direct spending



Gaming's Economic Contribution



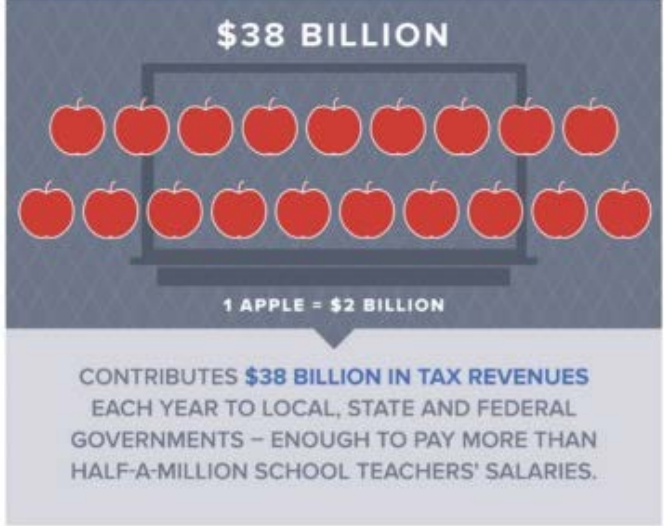
American gaming industry impacts US economy at many levels

US Gaming Facts

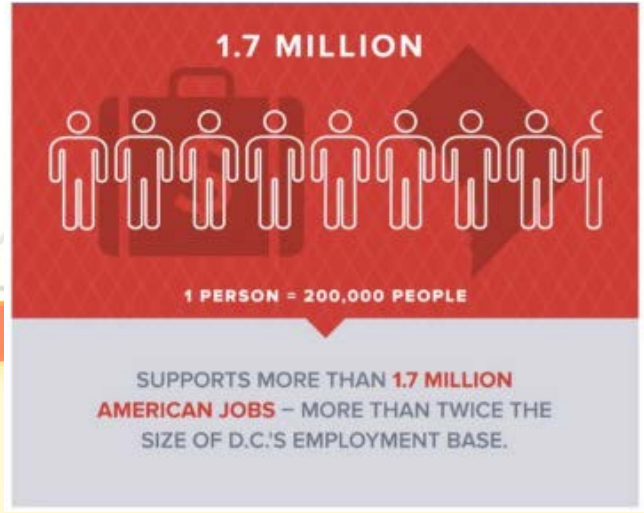
Economic Impact



Tax Revenues



Jobs



2013



Nevada gaming industry provides large contributions at home and nationally

Nevada Gaming Facts

- # 263 commercial casinos in Nevada
 - \$53.1B in economic activity
- # Gaming supports 425,000 jobs
 - \$18.8B in wages
- # Generates \$7.9B in fed., state, local tax revenues
 - \$903.4M in gaming taxes



Nevada gaming industry provides large contributions at home and nationally, cont.

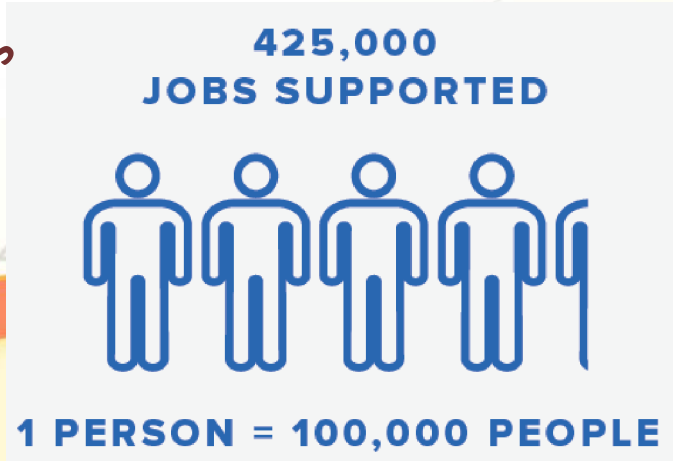
Nevada Gaming Facts

Economic Impact



Tax Revenues

Jobs

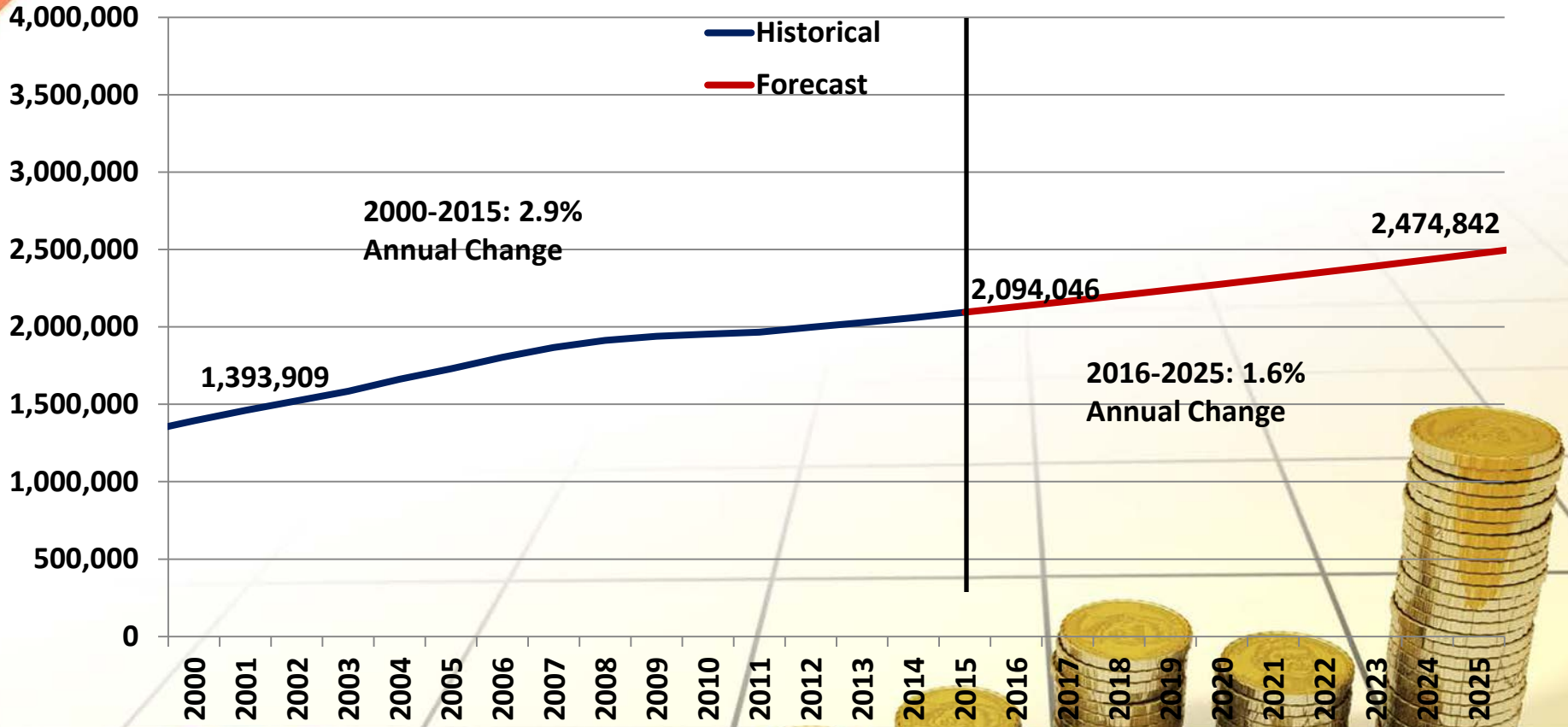


Conclusion In Pictures



Las Vegas population expected to grow at more sustainable level

Las Vegas MSA Population Forecast: 2000 to 2025



While 2015 definitely won't be another 2004 . . .



To infinity and beyond...



It definitely won't be another 2008 either . .



It's going to look more like this . . . A bit wobbly but definitely a better year.

- ✓ Fed Policy
- ✓ Corporate Profits
- ✓ Gas Prices
- ✓ Job Growth
- ✓ Population Growth
- ✓ State Tax Structure



Questions?

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