FALL 2021

REVENUE ESTIMATING CONFERENCE

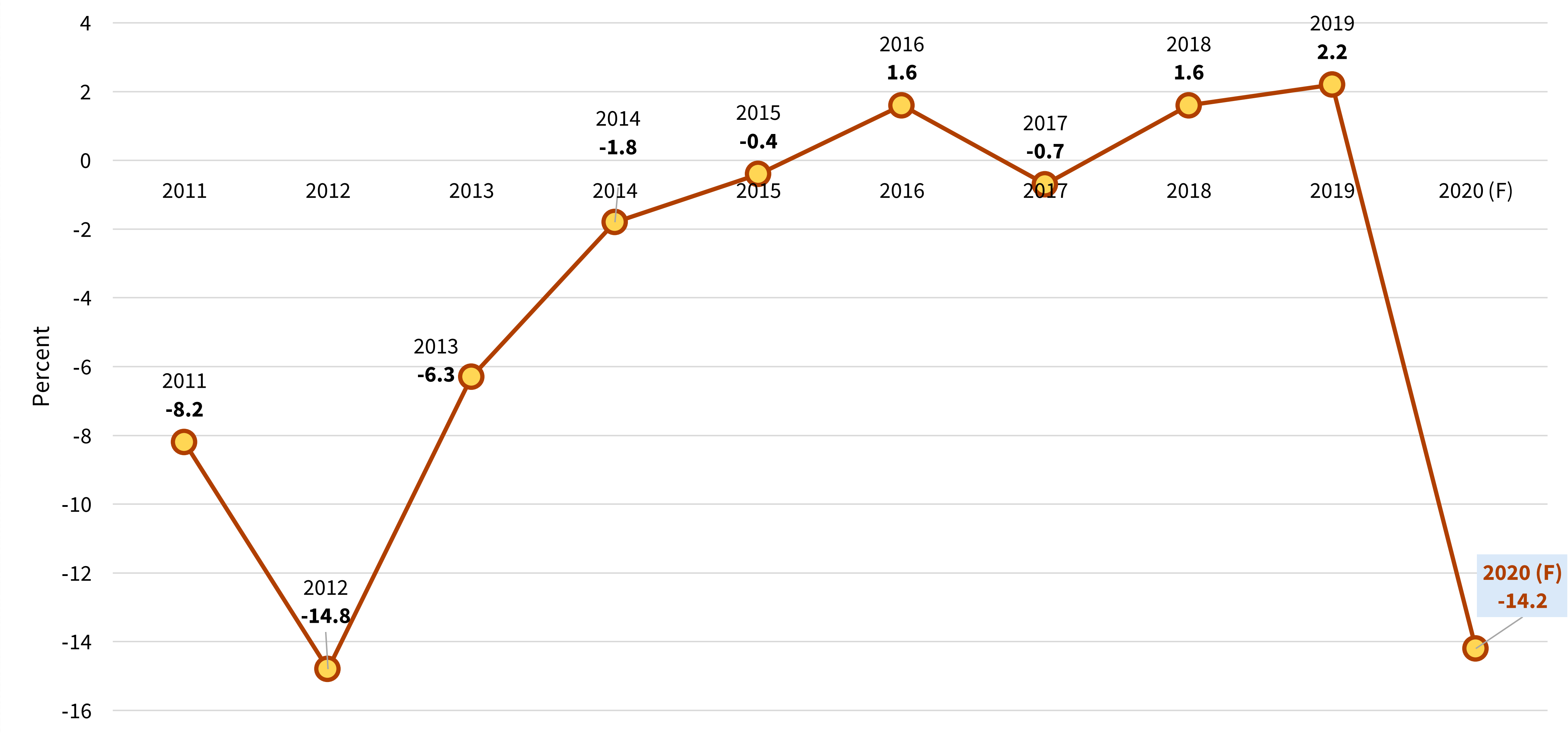
AUGUST 10, 2021

OFFICE OF THE GOVERNOR

BUREAU OF ECONOMIC RESEARCH

Director Allison L. DeGazon, Ph.D.

REAL GDP GROWTH RATE FROM 2011 - 2020(F)



Source: BEA
Compiled by: BER

U.S. VIRGIN ISLANDS VISITOR ARRIVALS

Air Arrivals

The USVI Visitors who arrive to the USVI by Airline

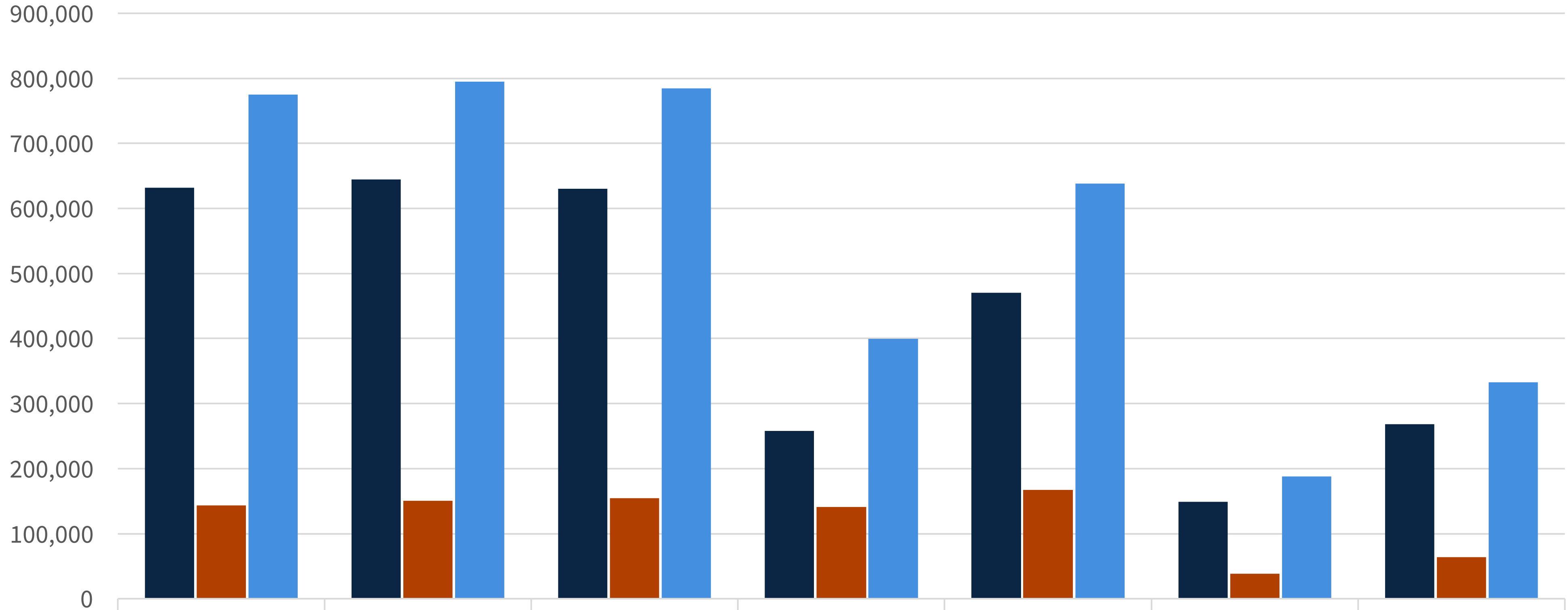
Cruise Arrivals

The USVI Visitors who arrive to the USVI by Cruise Ship

Total Visitors

Total Visitors who arrive to the USVI by both Airline and Cruise Ship

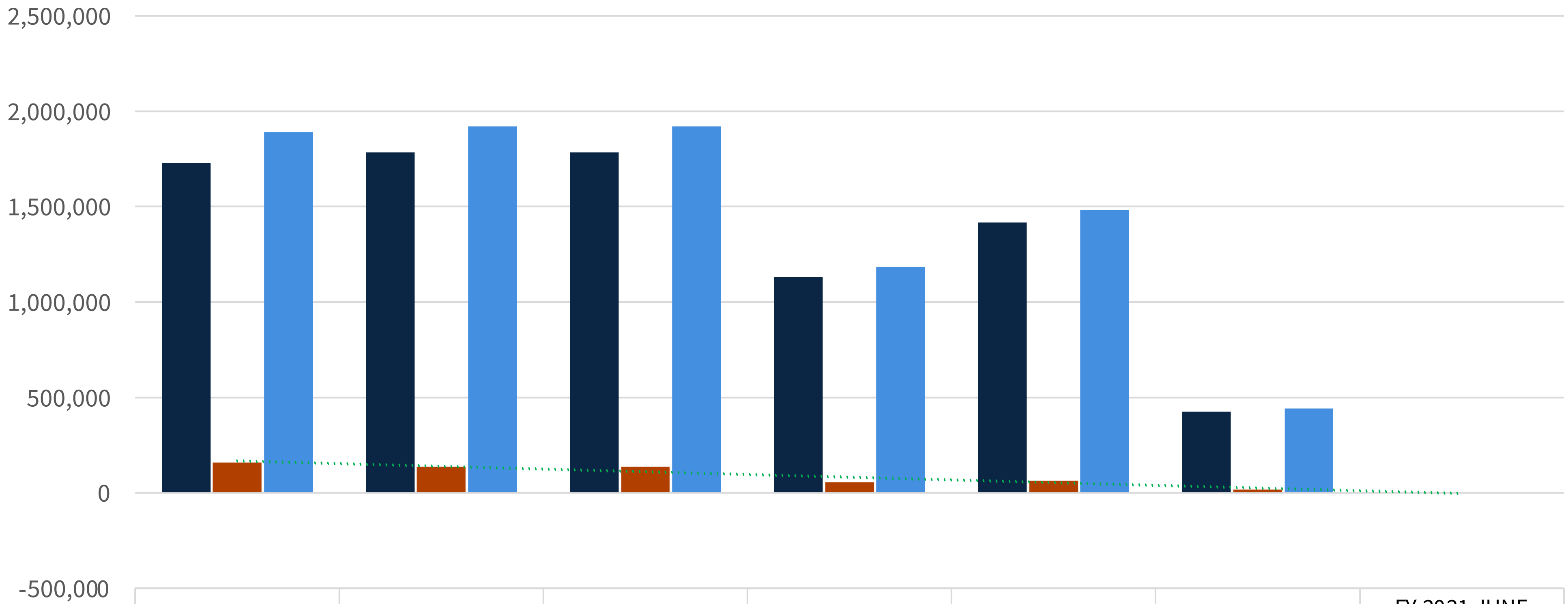
AIR ARRIVALS BY DISTRICT FISCAL YEARS 2015- 2021 JUNE YTD



	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021 JUNE YTD
Air-STT-STJ District	632,016	644,562	630,179	258,288	470,519	149,068	268,590
Air-STX District	143,155	150,373	154,377	140,929	167,357	38,682	64,065
Total Territory-Wide	775,171	794,935	784,556	399,217	637,876	187,750	332,655

Source: VIPA
Compiled by: BER

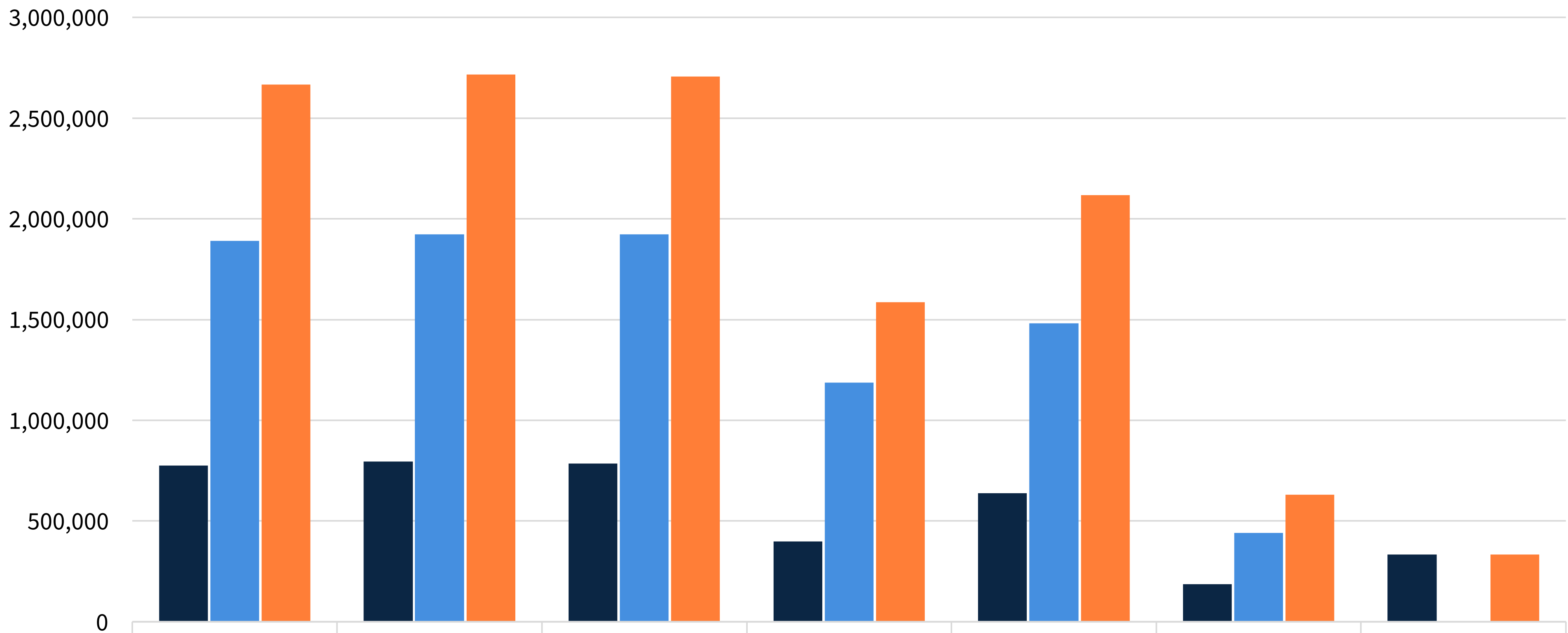
CRUISE ARRIVALS BY DISTRICT FISCAL YEARS 2015- 2021 JUNE YTD



	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021 JUNE YTD
Cruise-STT-STJ District	1,729,919	1,783,577	1,783,577	1,129,843	1,416,099	424,583	0
Cruise-STX District	160,256	138,362	138,362	56,345	64,833	17,444	0
Total Territory-Wide	1,890,175	1,921,939	1,921,939	1,186,188	1,480,932	442,027	0

Source: VIPA and DOT
Compiled by: BER

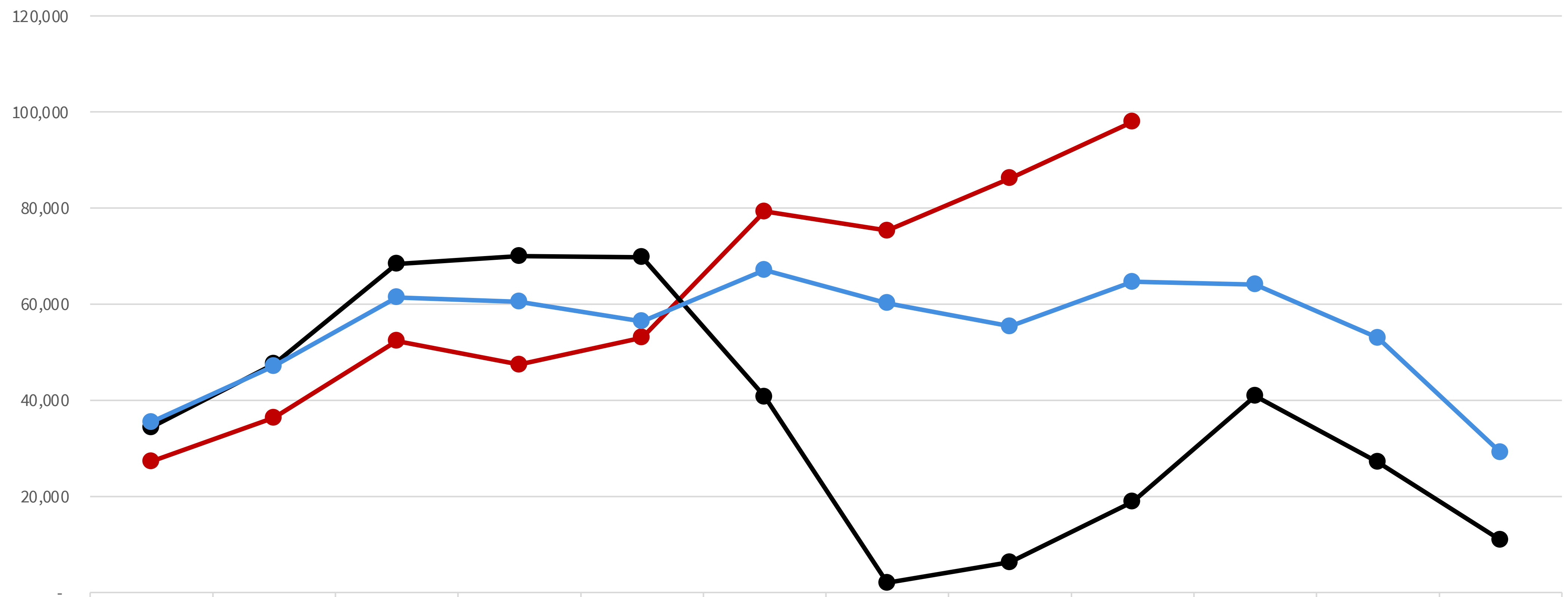
TOTAL VISITOR ARRIVALS FISCAL YEARS 2015-2021 JUNE YTD



	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021 JUNE YTD
Air	775,171	794,935	784,556	399,217	637,876	187,750	332,655
Cruise	1,890,175	1,921,939	1,921,939	1,186,188	1,480,932	442,027	0
Total	2,665,346	2,716,874	2,706,495	1,585,405	2,118,808	629,777	332,655

Source: VIPA and DOT
Compiled by: BER

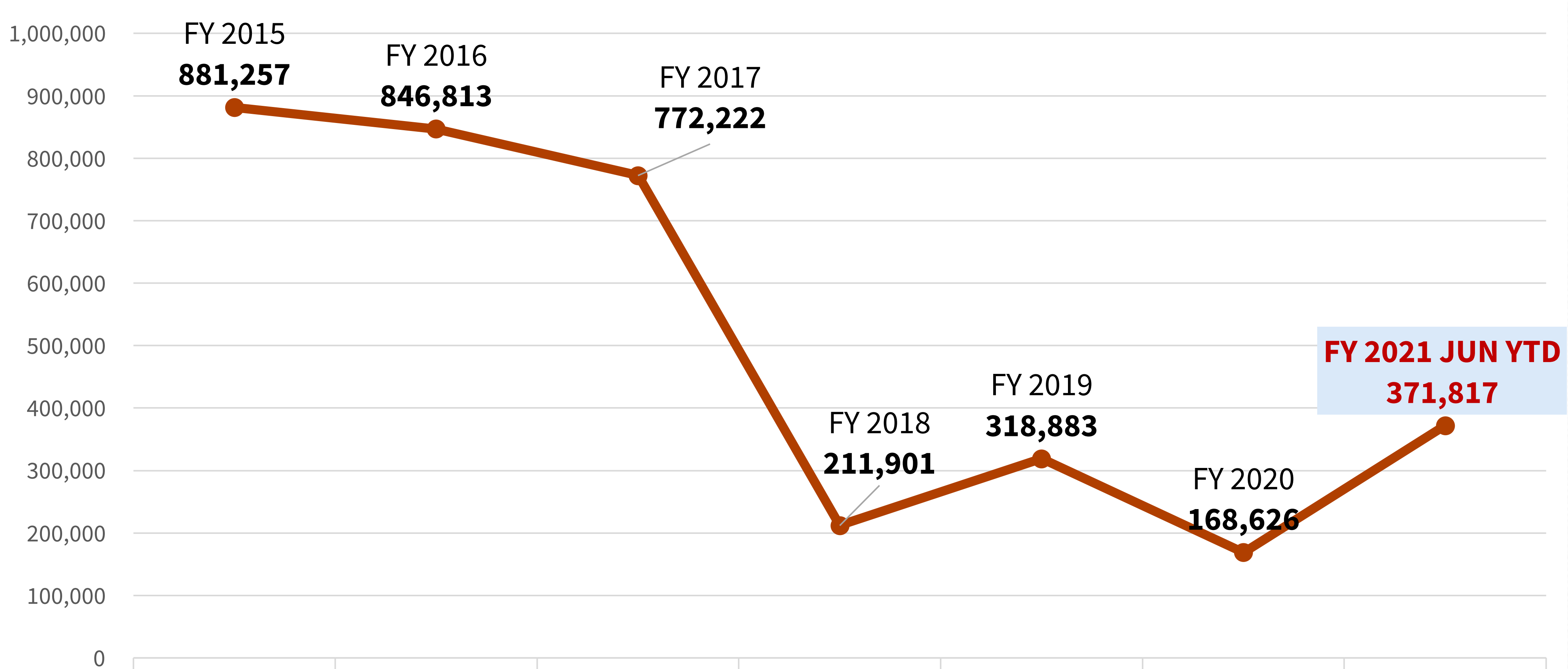
MAJOR CARRIER DIRECT FLIGHTS FISCAL YEARS 2019- 2021



	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
2021	27,286	36,397	52,366	47,424	53,064	79,287	75,305	86,209	97,962			
2020	34,384	47,583	68,389	70,013	69,809	40,749	2,031	6,287	18,885	40,895	27,185	10,951
2019	35,482	47,152	61,415	60,511	56,447	67,102	60,223	55,418	64,667	64,127	53,006	29,156

Source: VIPA
Compiled by: BER

HOTEL GUEST REGISTRATIONS FISCAL YEARS 2015- 2021 JUN YTD

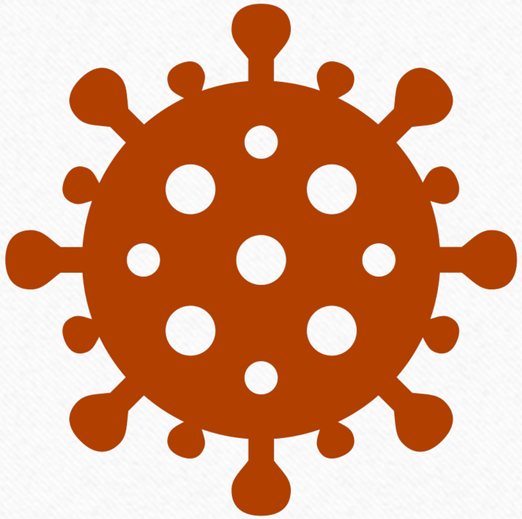


	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021 JUN YTD
Guest Registrations	881,257	846,813	772,222	211,901	318,883	168,626	371,817

Source: VIPA and DOT
Compiled by: BER

COVID-19 IMPACT:
TOURISM ARRIVALS

Since the USVI's last lock down due to COVID-19, visitor arrivals have **increased 77% in June 2021 YTD when compared to 2020.**

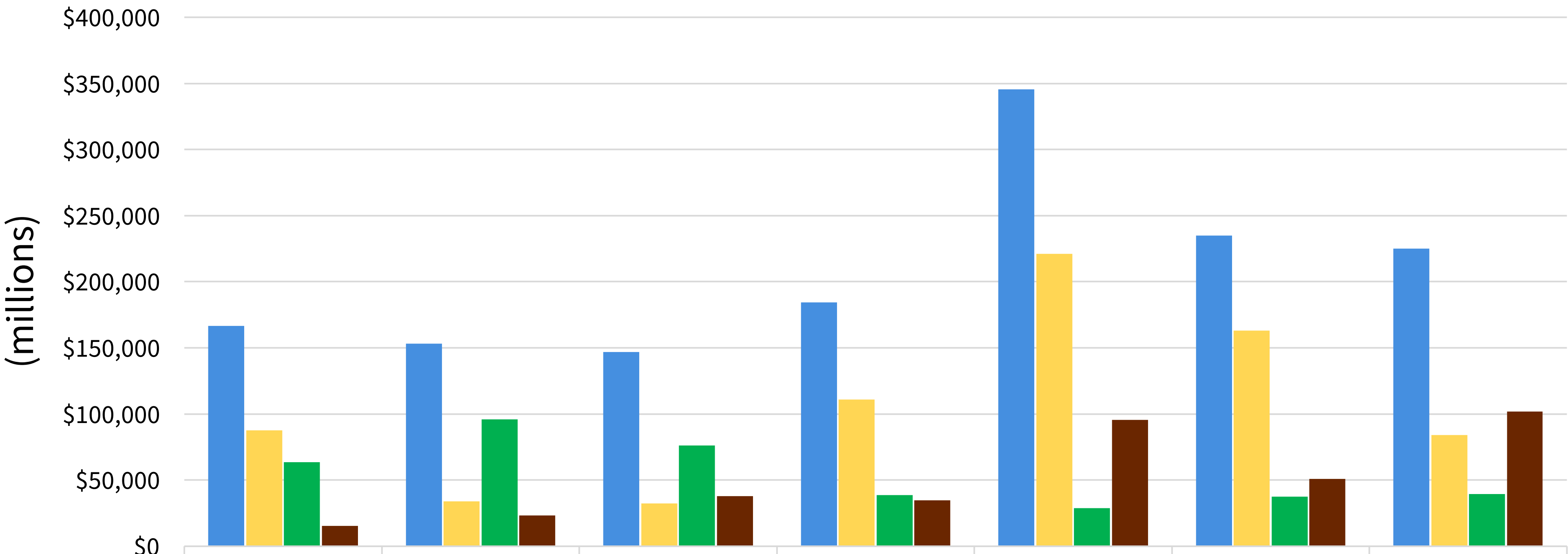


Source: IRB

COVID-19 IMPACT:
TOURISM EXPENDITURES

- 2020 Annual Tourism Expenditures average
- **$685.8 million**
  - Air: **$558.8 million**
  - Cruise: **$127 million**
- For the fiscal year June 2021 YTD Hotel Room Revenues are up approximately **75% percent**.

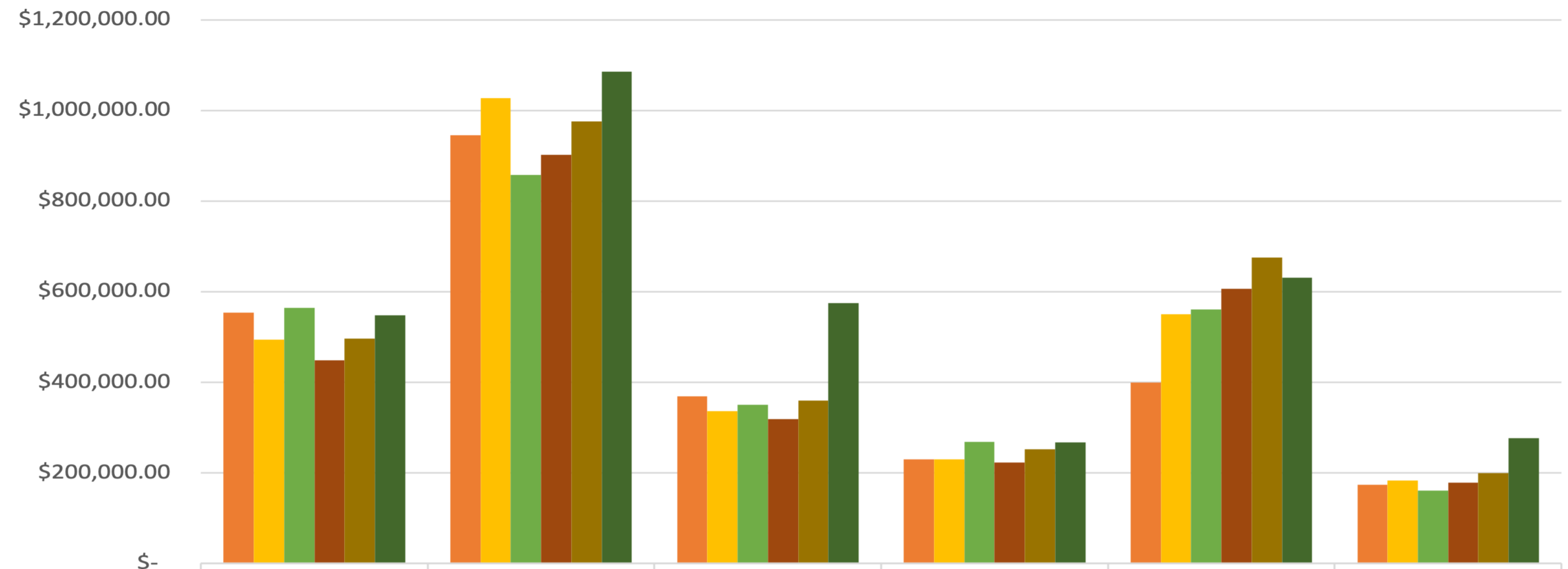
BUILDING PERMITS BY VALUE($) FISCAL YEARS 2015- 2021 MAY YTD



	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021 MAY YTD
Total Building Permit Value	$166,646	$153,152	$146,841	$184,404	$345,667	$234,777	$225,037
Private Residential Value	$87,640	$34,006	$32,503	$110,905	$221,257	$162,883	$83,977
Private Non-Residential Permit Value	$63,743	$95,860	$76,262	$38,697	$29,021	$37,419	$39,417
Public Building Permit Value	$15,263	$23,286	$38,076	$34,802	$95,389	$50,965	$101,707

Source: DPNR
Compiled by: BER

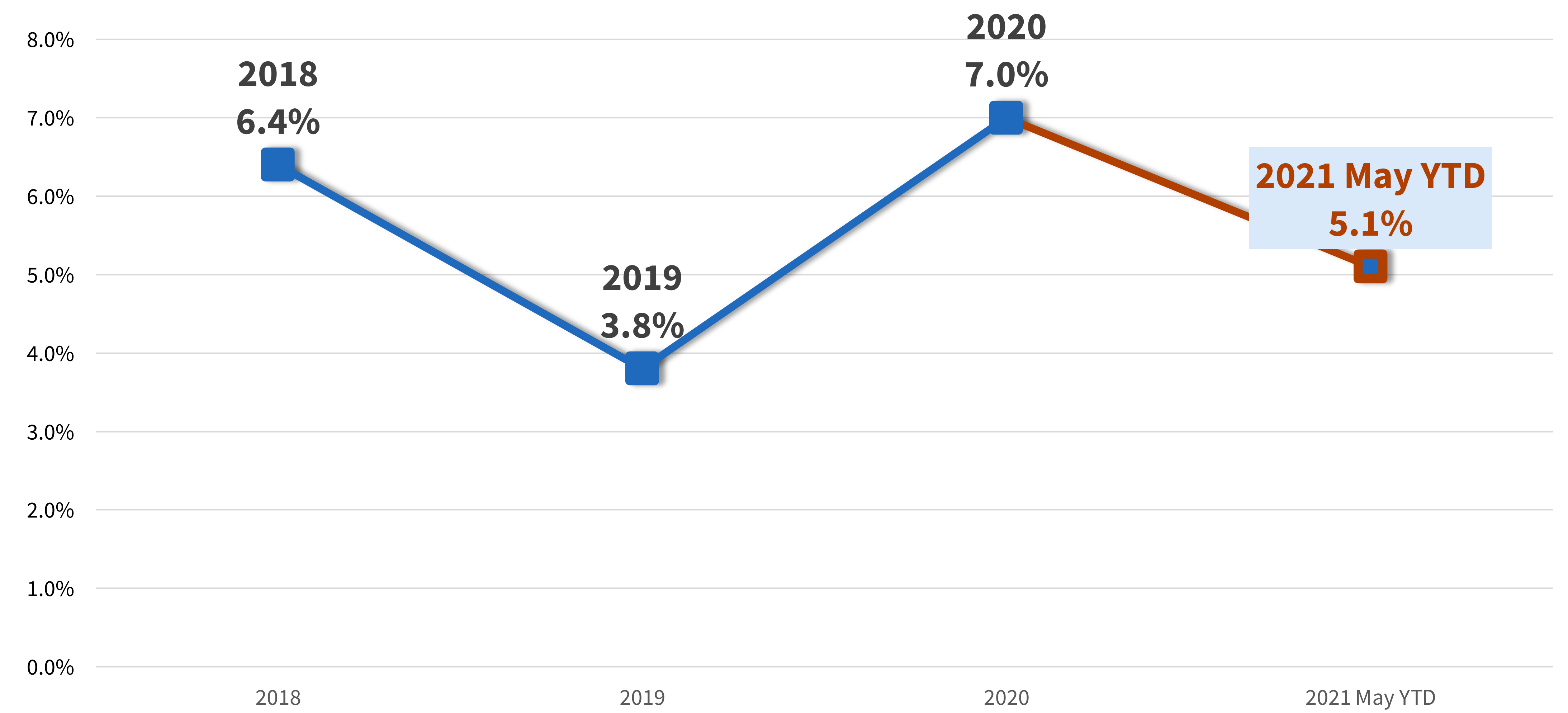
REAL ESTATE ($)VALUE CALENDAR YEARS 2015- 2020



	STT Homes	STJ Homes	STX Homes	STT Condos	STJ Condos	STX Condos
CY2015	$553,409.00	$945,710.00	$368,789.00	$230,191.00	$400,251.00	$174,096.00
CY2016	$494,465.00	$1,027,317.00	$336,215.00	$229,982.00	$550,962.00	$183,861.00
CY2017	$564,552.00	$858,192.00	$350,495.00	$268,472.00	$561,571.00	$160,923.00
CY2018	$449,186.00	$902,697.00	$318,495.00	$222,750.00	$606,667.00	$179,265.00
CY2019	$496,843.00	$976,505.00	$359,863.00	$252,173.00	$674,958.00	$200,290.00
CY2020	$547,890.00	$1,086,060.00	$574,500.00	$267,327.00	$631,607.00	$277,400.00

Source: Kurt Komives, Hamilton Real Estate and Re/Max St. Croix
Compiled by: BER

USVI CONSUMER PRICE INDEX 2018-2021 MAY YTD



Source: BER
Compiled by: BER

USVI ECONOMIC OUTLOOK 2020-2021

ECONOMIC REBOUND

Recent data signal that the U.S. Virgin Islands' economy is beginning to rebound as lock-down measures ease, more businesses reopening and hiring workers, travel and tourism on the upside, and federal-stimulus payments flow through the economy powering consumer spending.

RESILIENCY

This recovery is reflected in employment, business activity, and visitor arrivals which generally are improving since late 2020.

Looking forward, higher economic growth is anticipated in 2022, with medium-term growth rates gradually back to averages of about 2% annually.

OUTLOOK

However, the new wave of COVID-19 infections presents near-term downside risks, although large-scale business shutdowns similar to 2020 are not expected.


Any Questions?

Office of the Governor

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Thank you