Economic Conditions in Virginia

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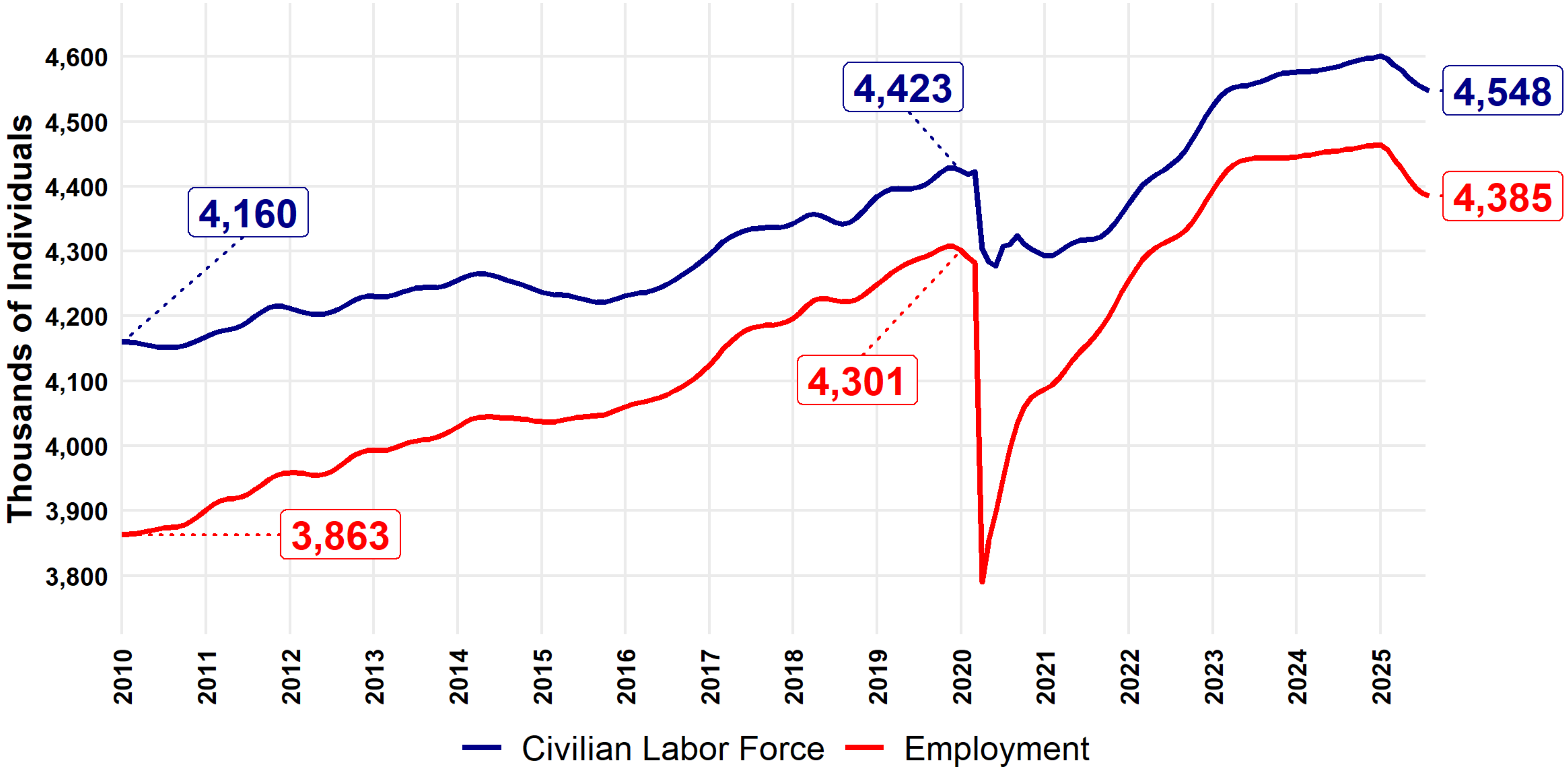
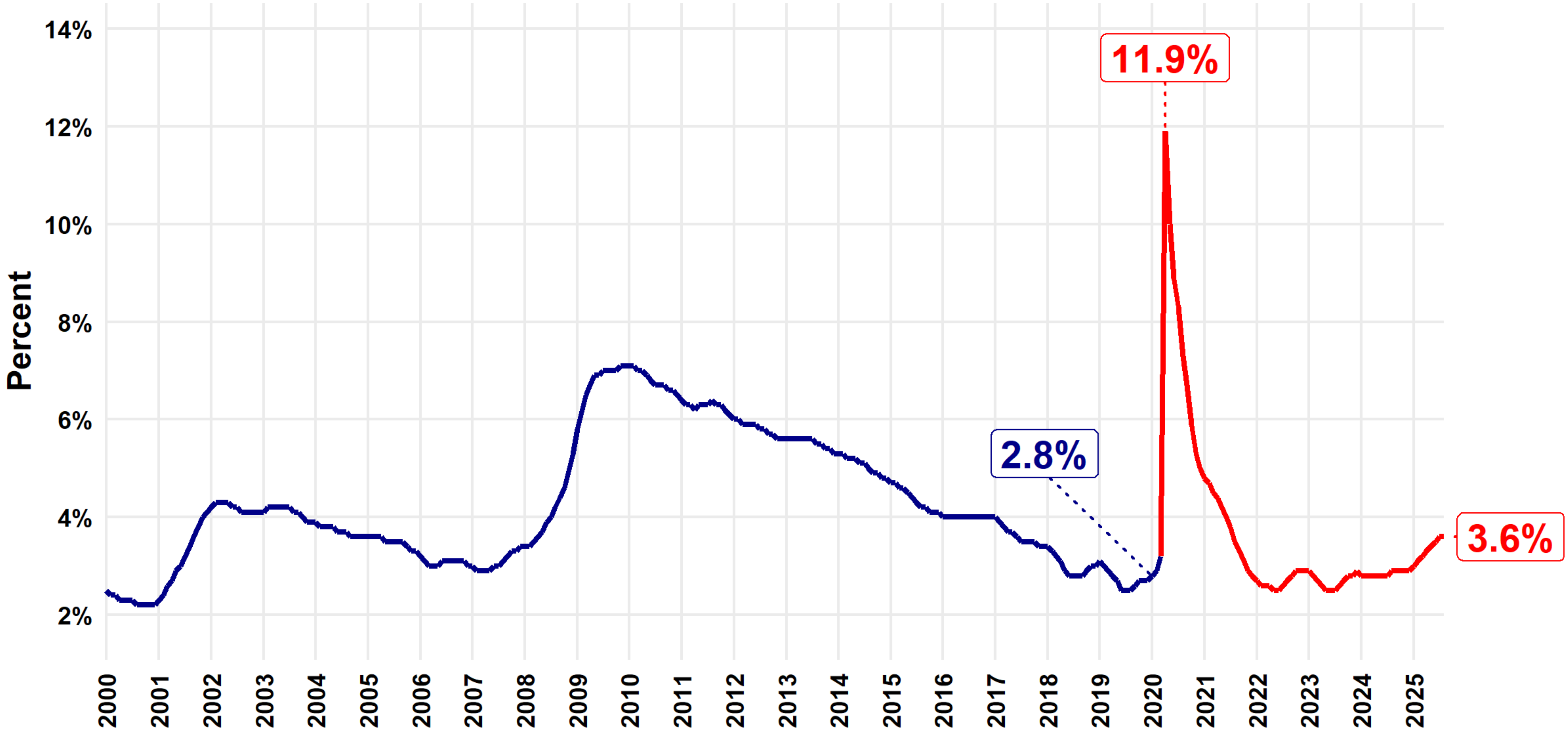
Civilian Labor Force and Individual Employment
Virginia, January 2010 - August 2025



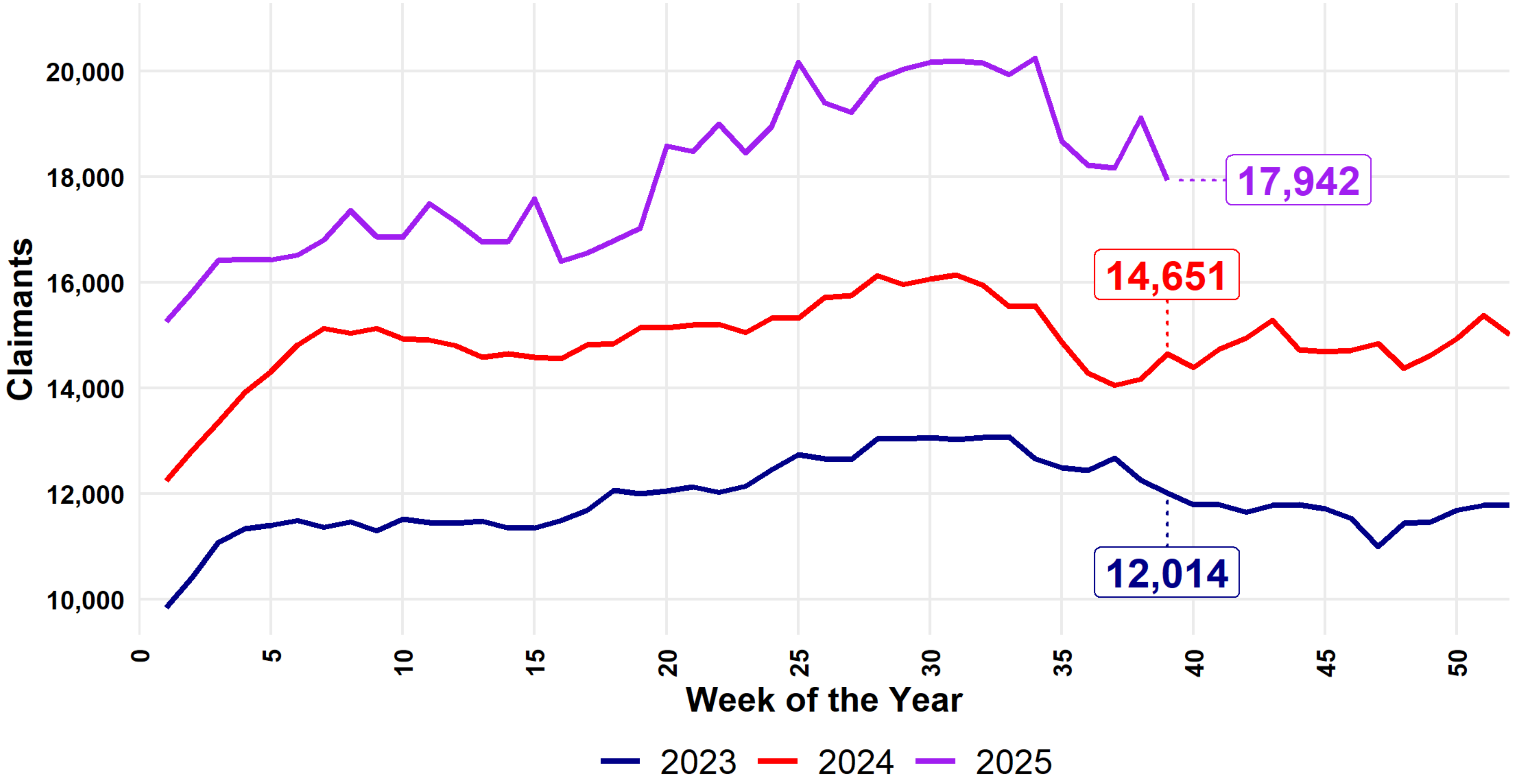
Source: Bureau of Labor Statistics, seasonally adjusted data.

Unemployment Rate (U3)
Virginia, January 2000 - August 2025

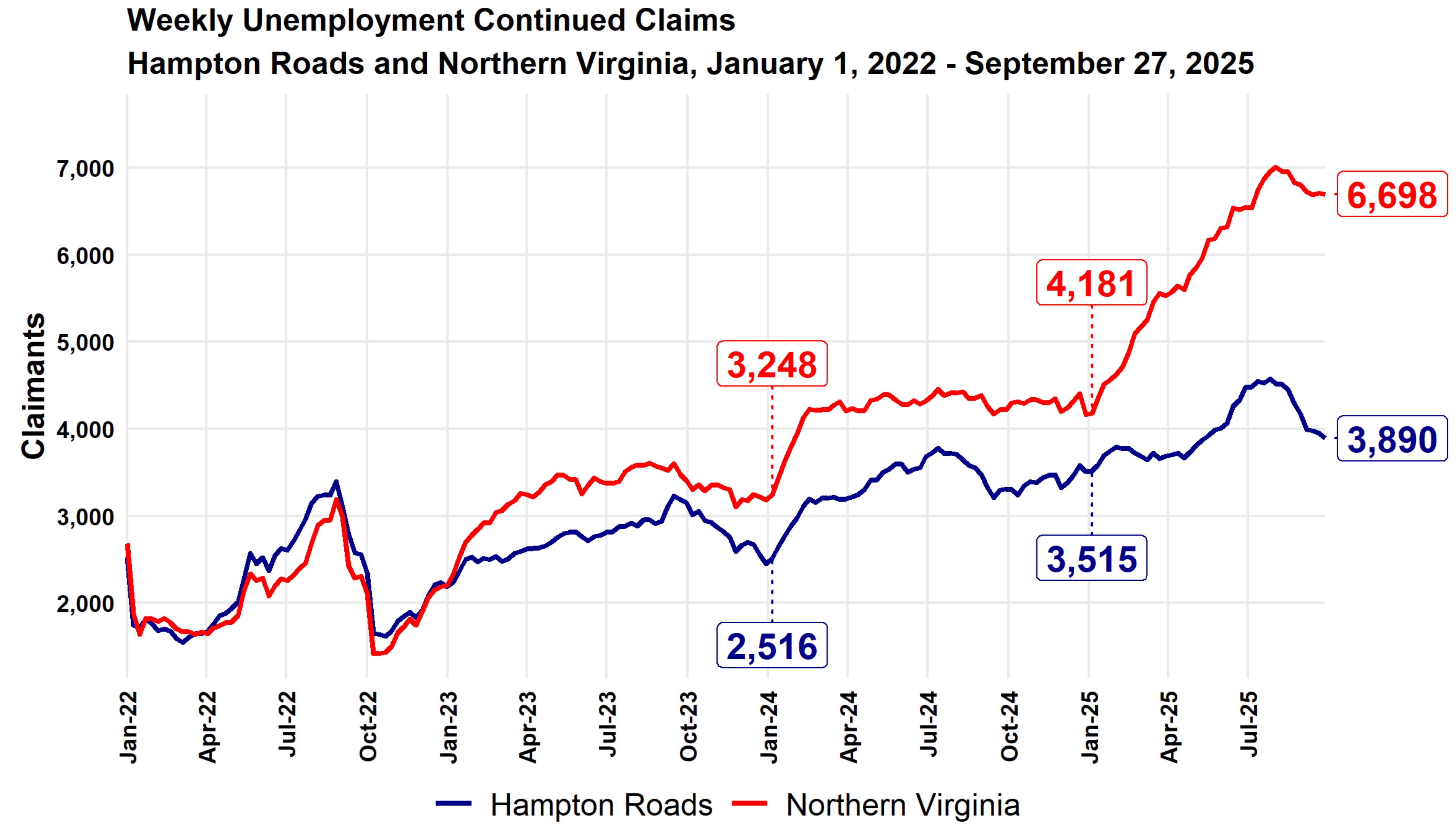


Source: Bureau of Labor Statistics, seasonally adjusted data.

Weekly Unemployment Continued Claims
Virginia, January 7, 2023 - September 27, 2025

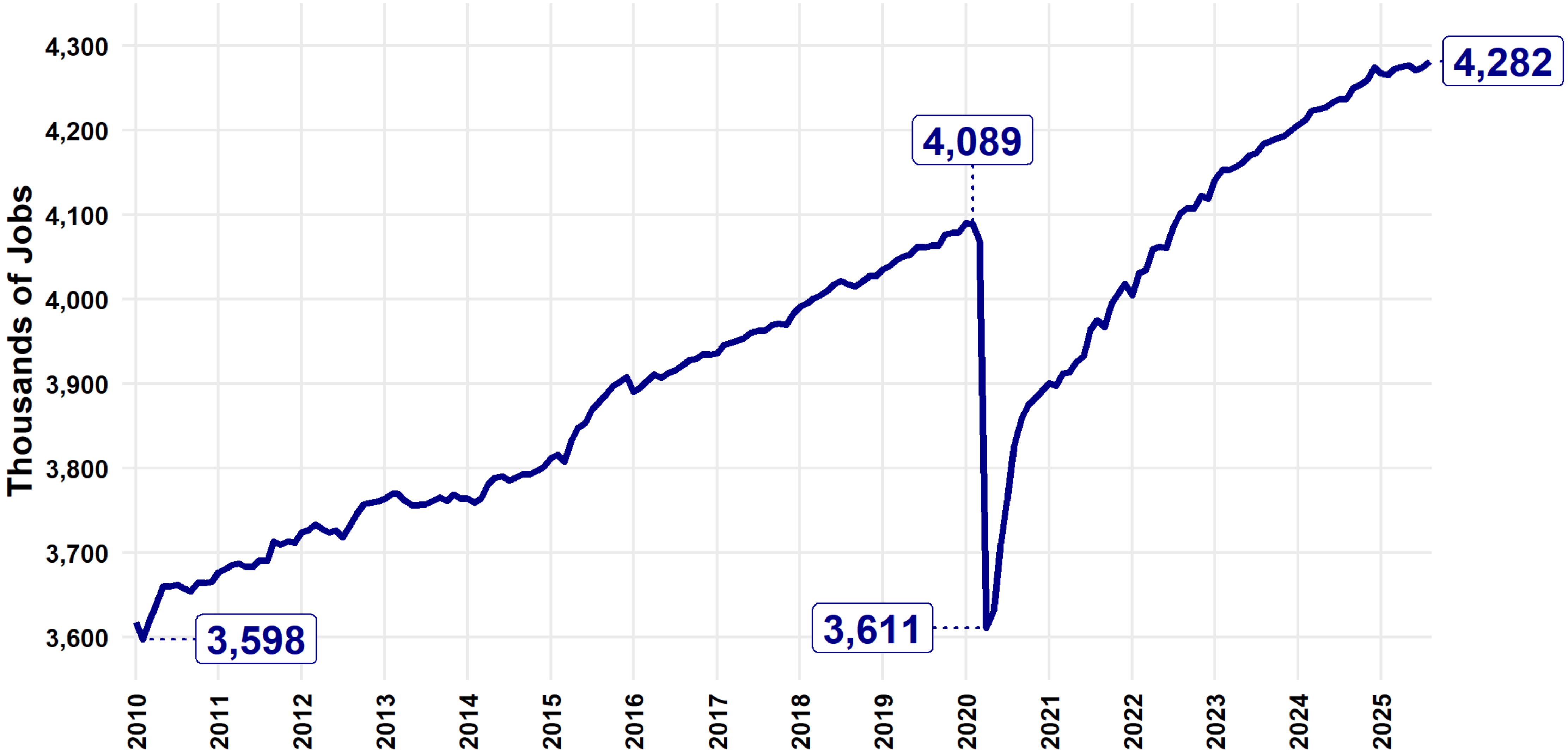


Source: Virginia Works, non-seasonally adjusted data.



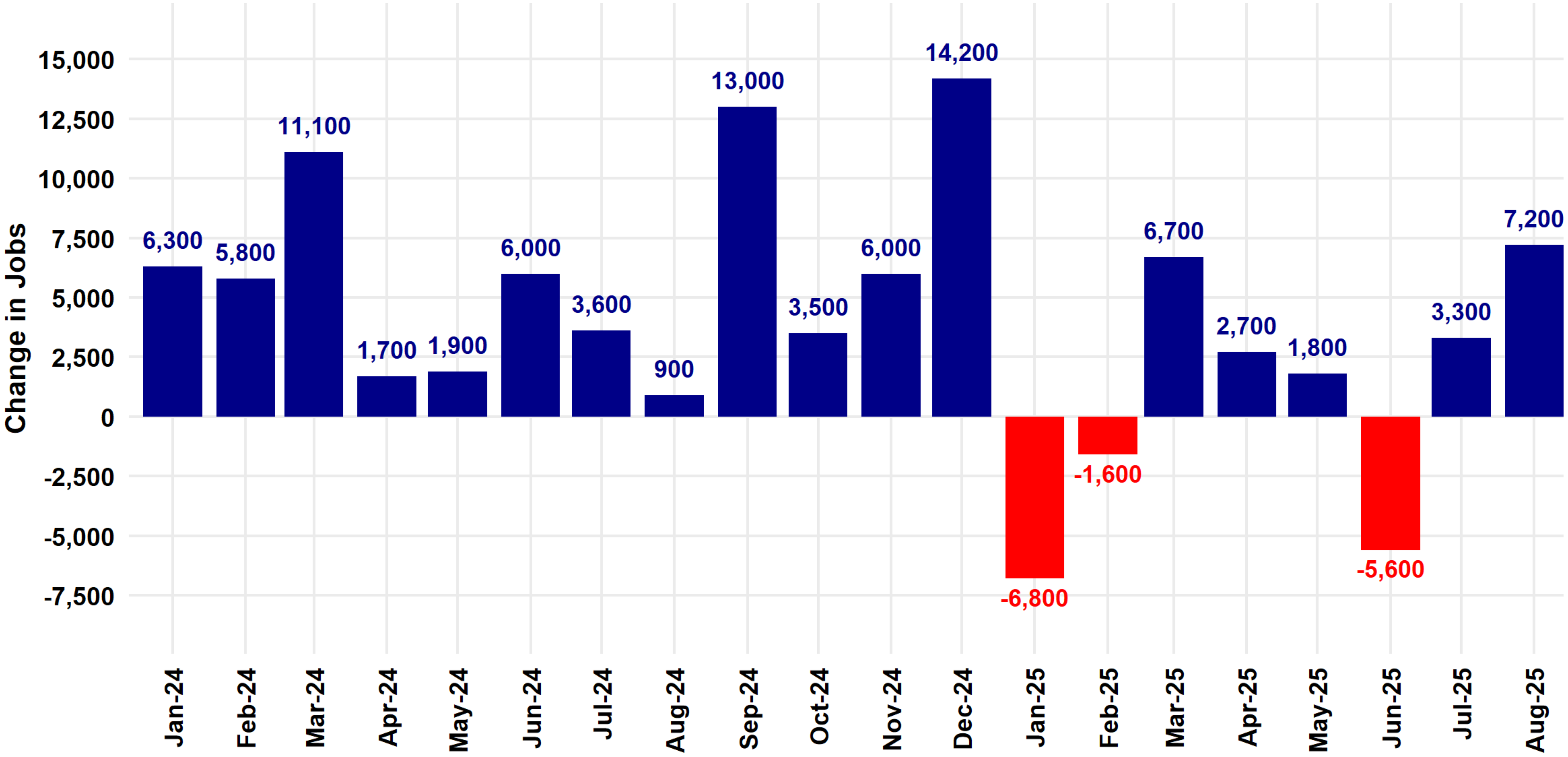
Source: Virginia Works, non-seasonally adjusted data.

Nonfarm Payrolls
Virginia, January 2010 - August 2025

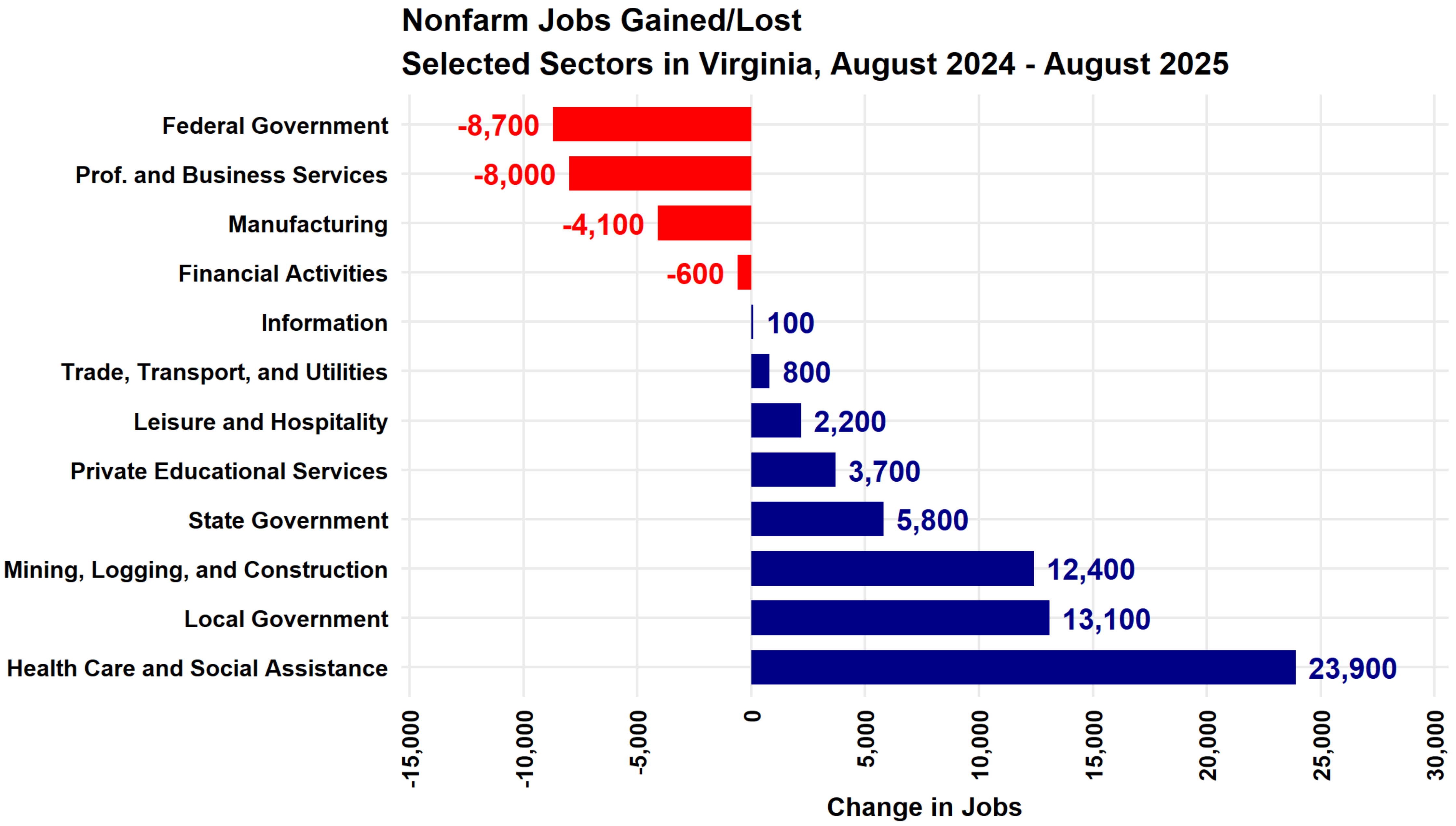


Source: Bureau of Labor Statistics, seasonally adjusted data.

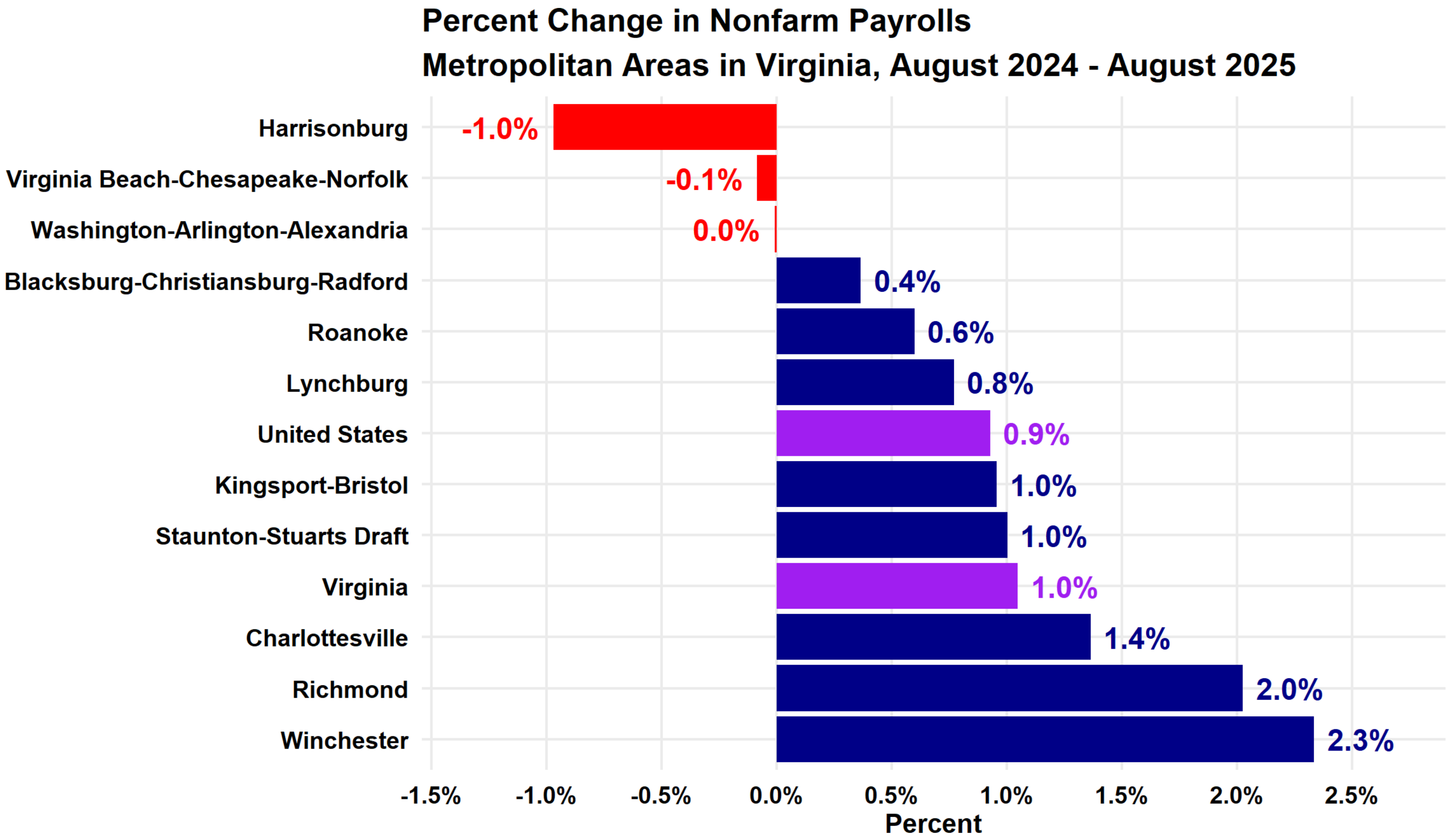
Change in Nonfarm Payrolls
Virginia, January 2024 - August 2025



Source: Bureau of Labor Statistics, seasonally adjusted data.



Source: Bureau of Labor Statistics, seasonally adjusted data.



Sources: Bureau of Labor Statistics and Dragas Center for Economic Analysis and Policy. Seasonally adjusted data.

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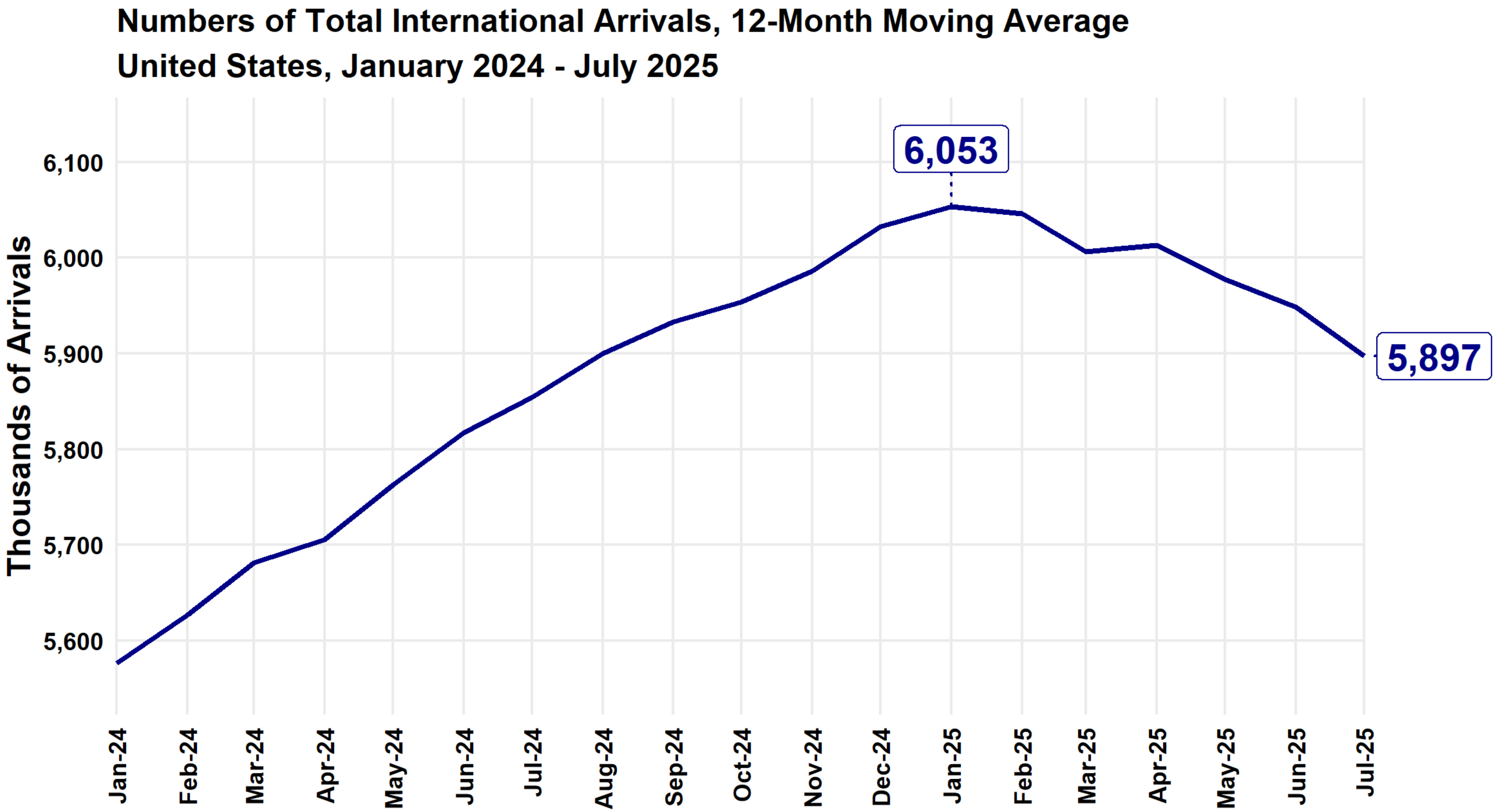
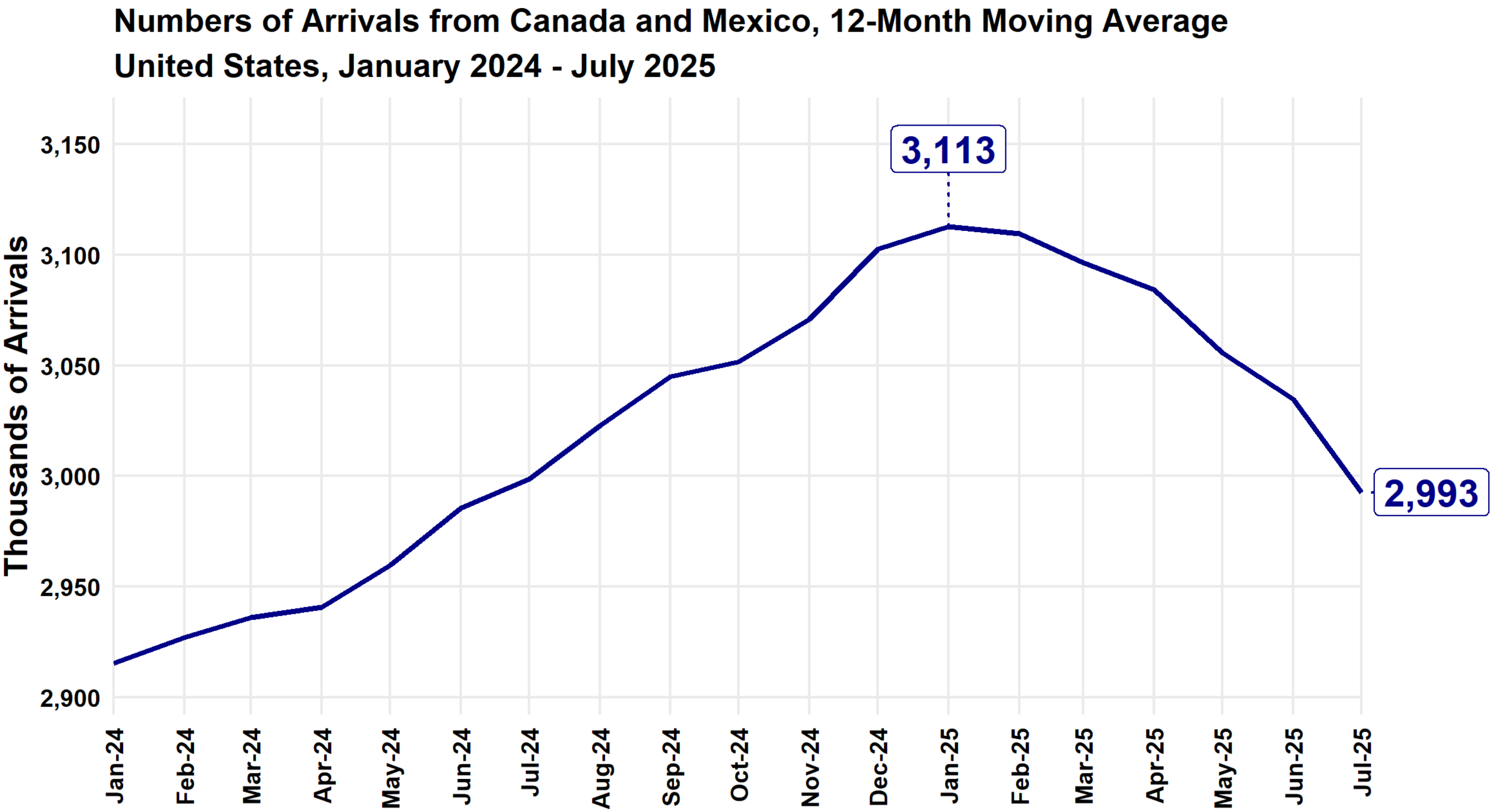
Impacts on Virginia: Immigration

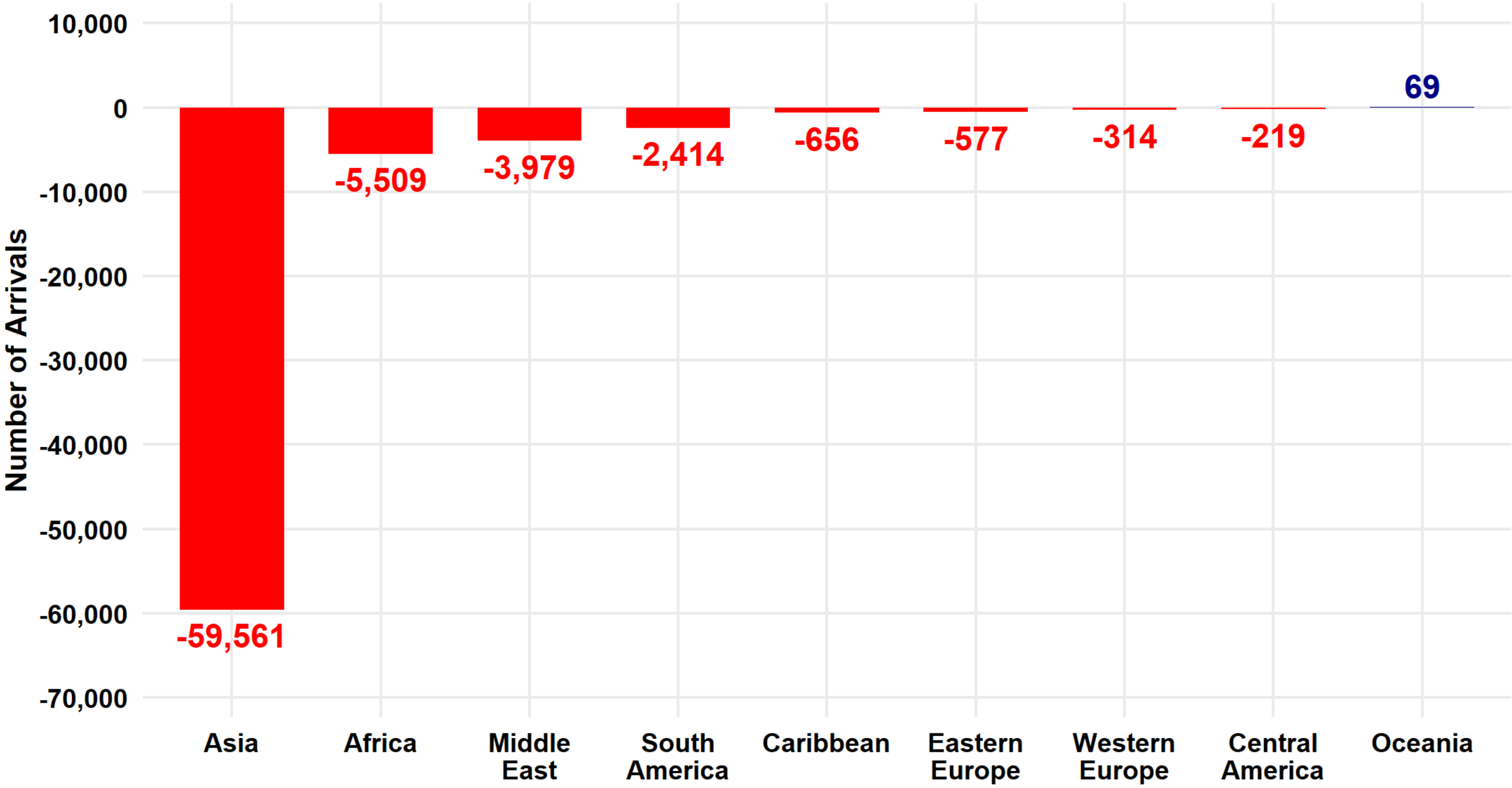


Sources: U.S. Department of Commerce, NTTO, International Trade Administration, and Dragas Center for Economic Analysis and Policy.



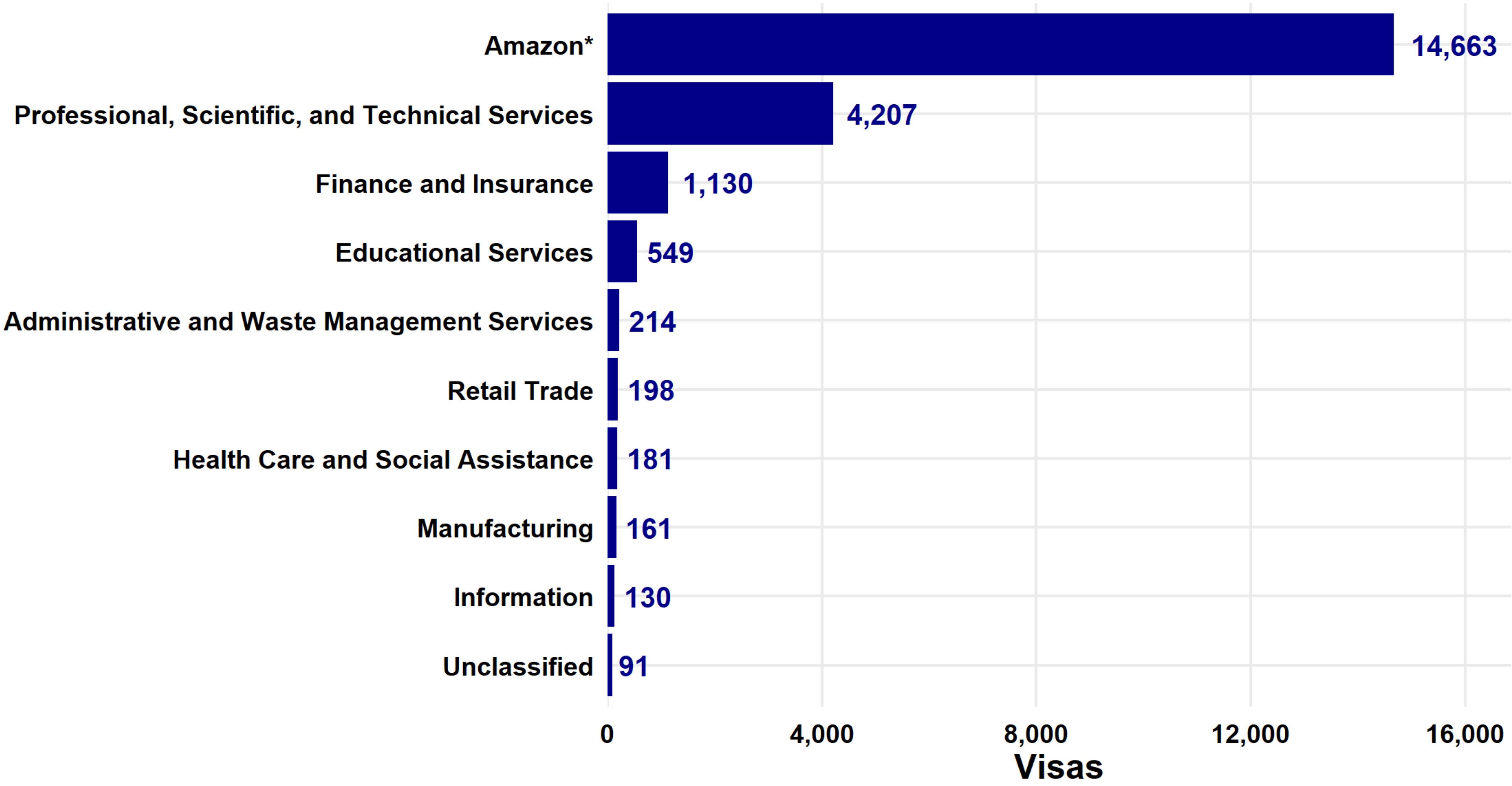
Sources: U.S. Department of Commerce, NTTO, International Trade Administration, and Dragas Center for Economic Analysis and Policy.

Change in International Student Arrivals
United States, August 2025 Compared to August 2024



Sources: U.S. Department of Commerce, NTTO, International Trade Administration and Dragas Center for Economic Analysis and Policy.

Top 10 Industries by Approved H-1B Visas
Virginia, Fiscal Year 2025



Source: U.S. Citizenship and Immigration Services. Data are for the first three quarters of FY 2025.
*Amazon is shown separately as it accounts for approximately 67% of H-1Bs issued in Virginia in FY 2025.

H-1B Visa (Non-immigrant)

- President Trump signed a proclamation on Friday, September 19 that would require a $100,000 fee for an H-1B visa petition for new applicants.
- The H-1B visa allows employers to petition for highly educated foreign professionals to temporarily work in 'specialty occupations.' These jobs require at least a bachelor’s degree or its equivalent.
- H-1B workers are often in Science, Technology, Engineering, and Mathematics fields, and are employed, among others, as software engineers, doctors, researchers, architects, and financial analysts. The majority in 2024 had computer-related jobs.
- Of the 141,000 new employment beneficiaries in FY 2024, about 54% were already in the United States on other non-immigrant visas, and, of those, about 70% were international students.

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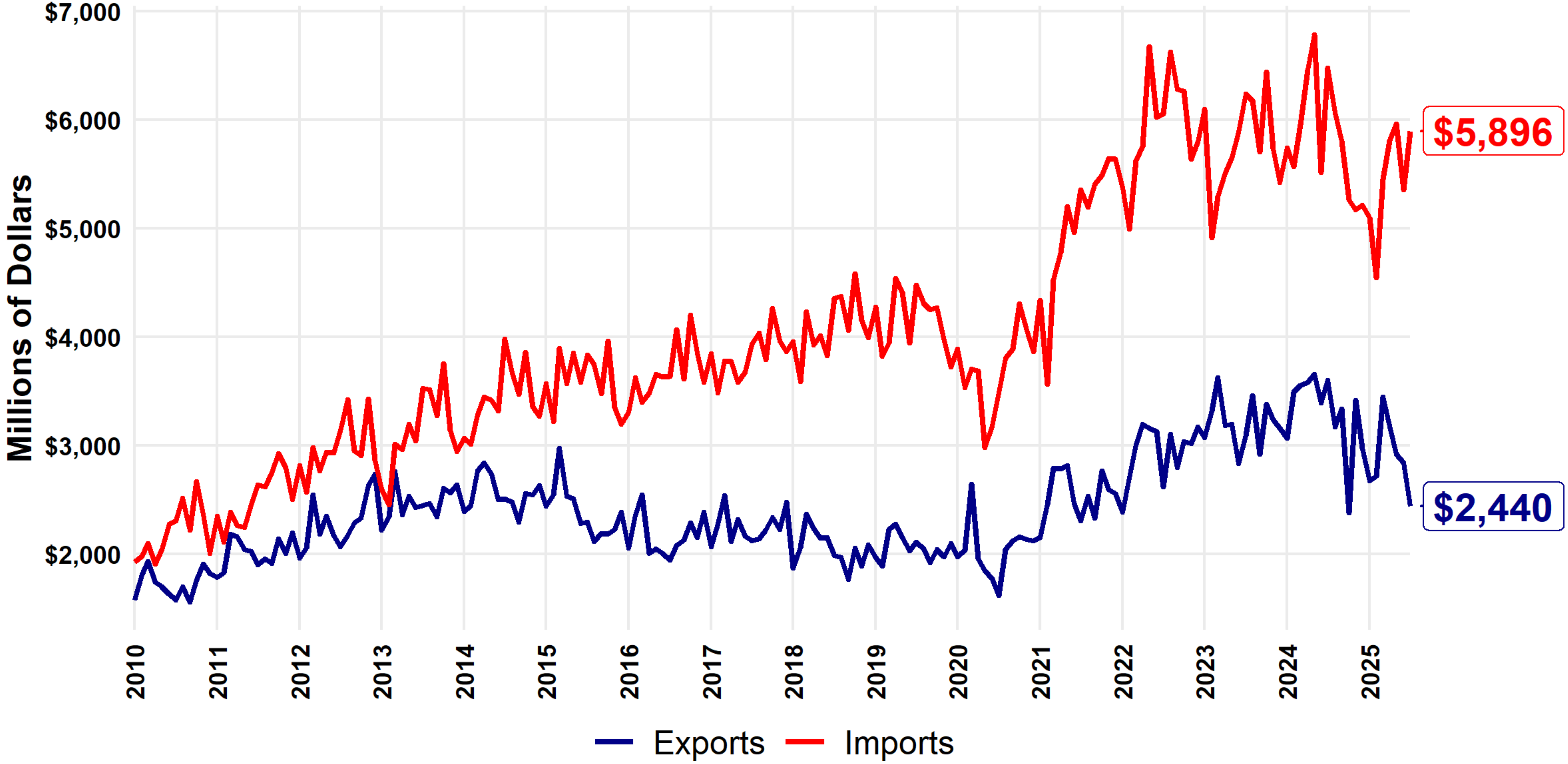
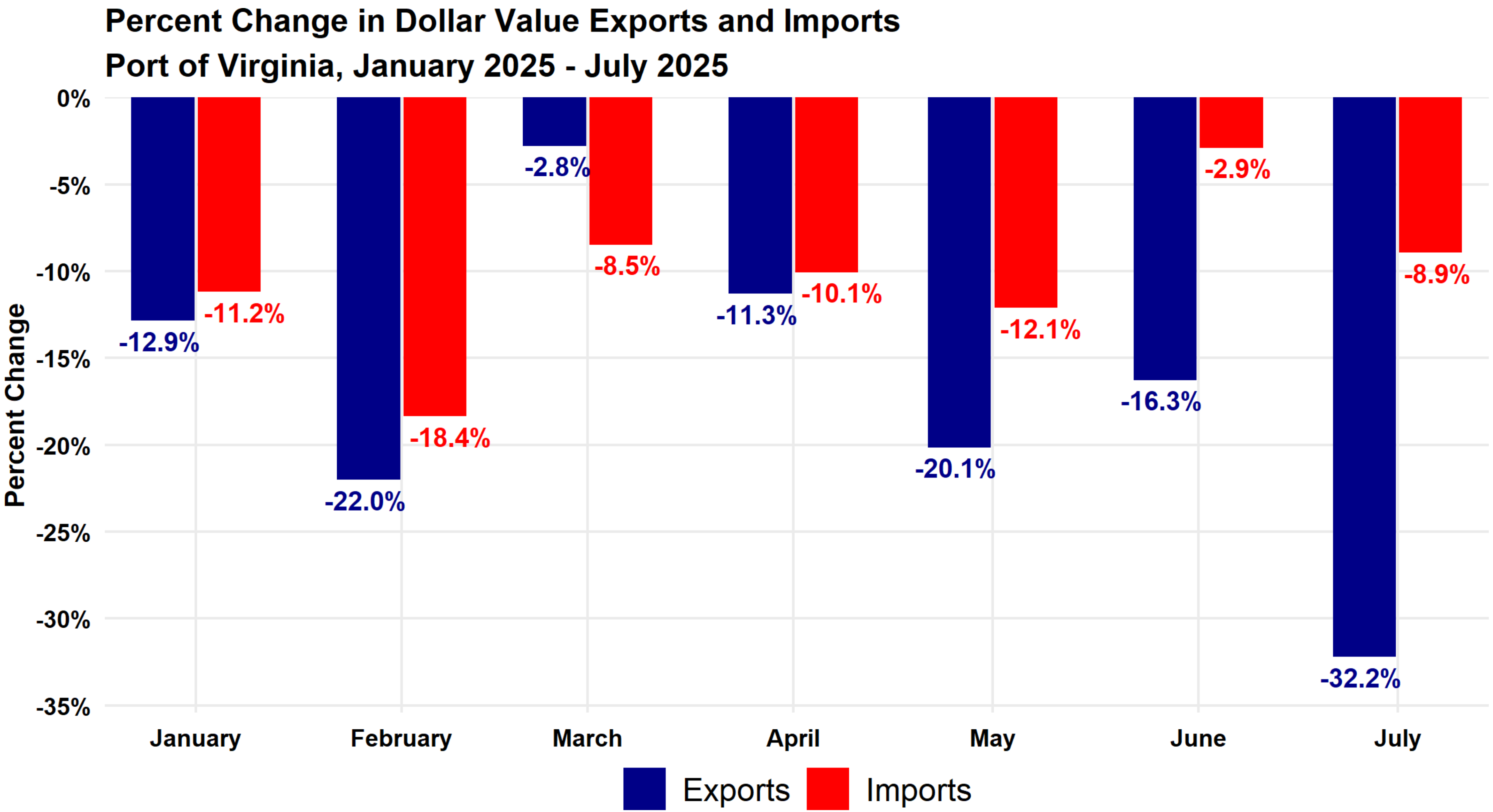
Impacts on Virginia: International Trade

Port of Virginia
Exports and Imports, January 2010 - July 2025

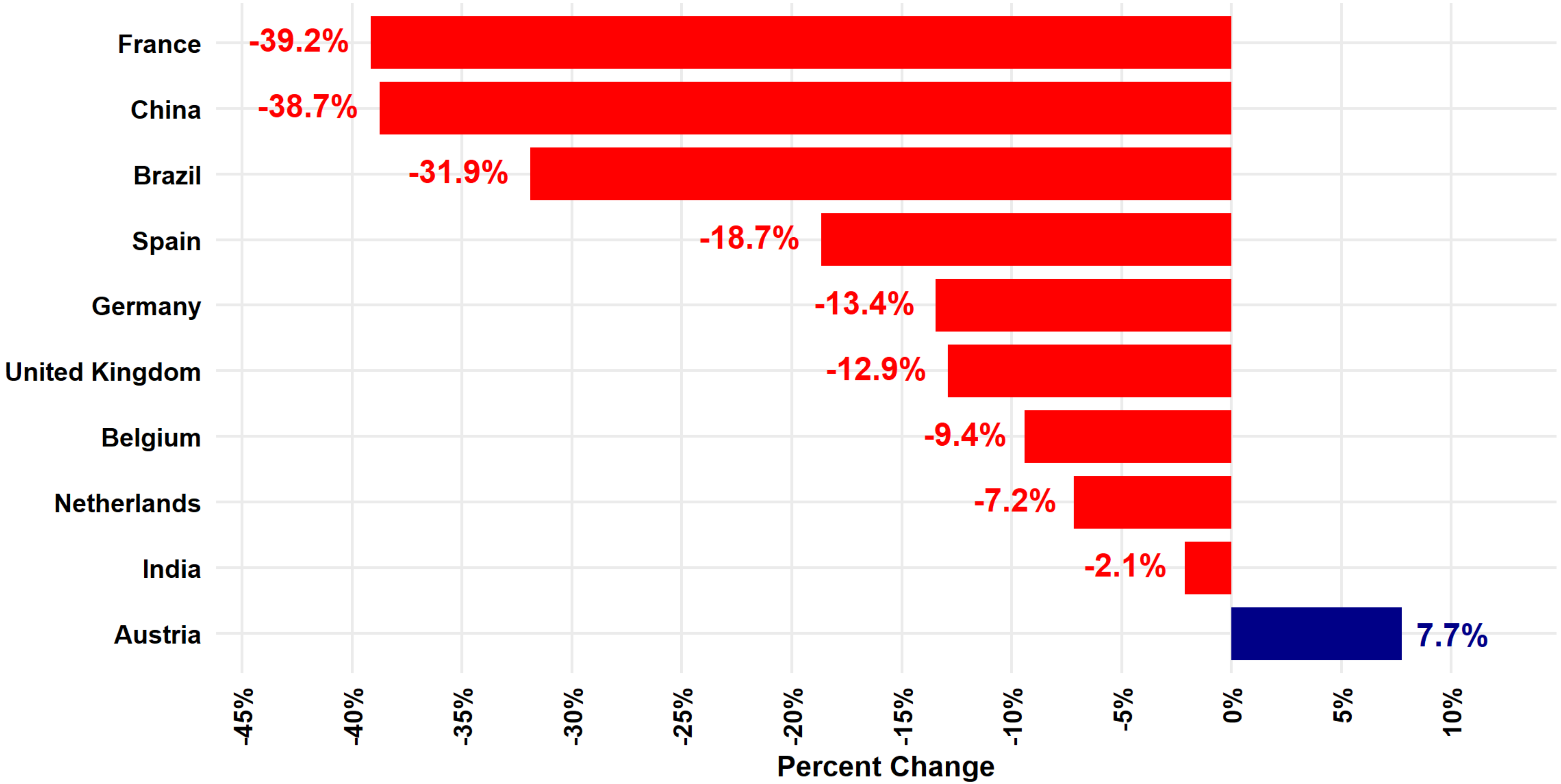


Sources: U.S. Census Bureau and Dragas Center for Economic Analysis and Policy. Non-seasonally adjusted data.

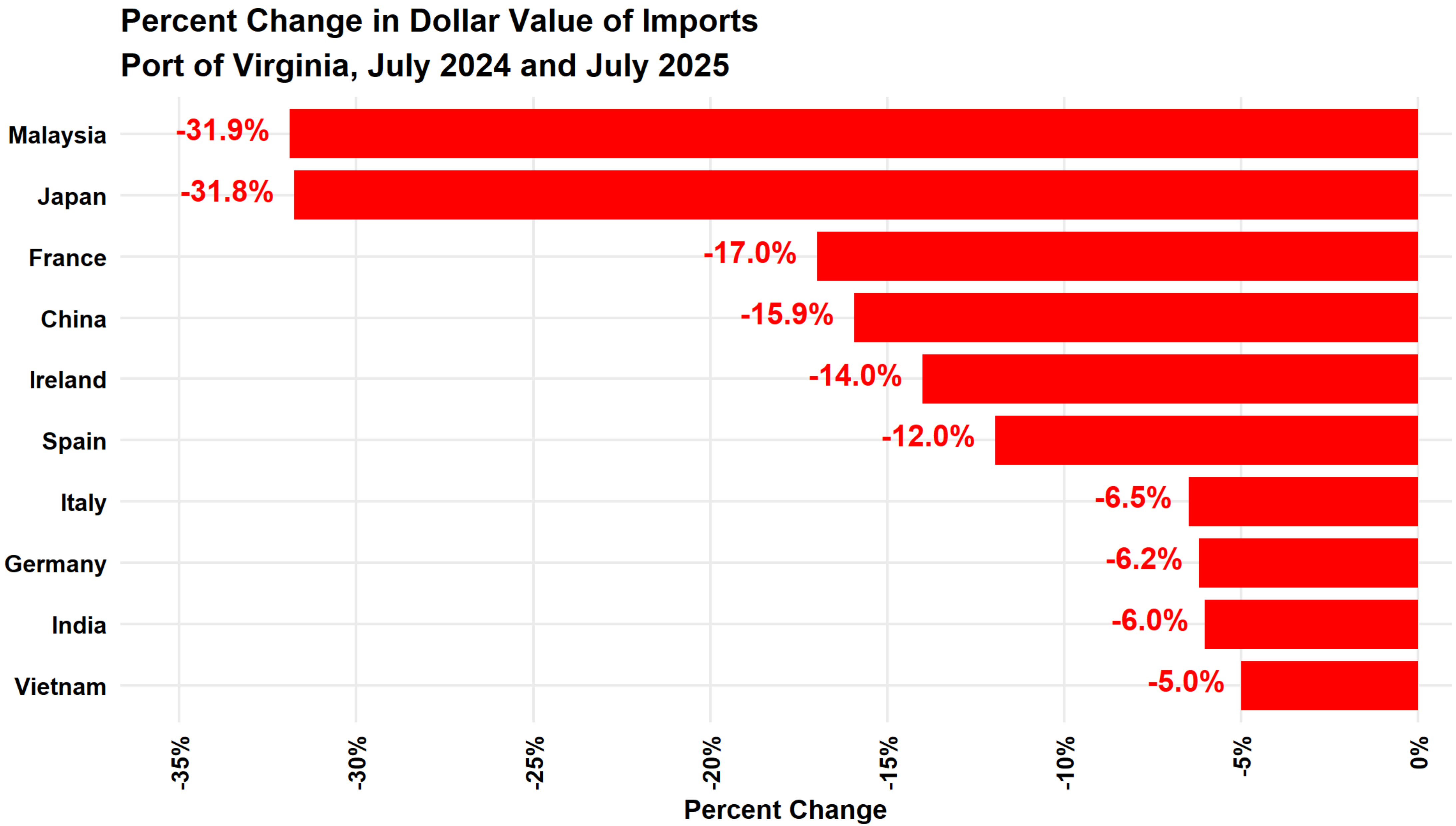


Sources: U.S. Census Bureau and Dragas Center for Economic Analysis and Policy. Non-seasonally adjusted data.
Percent change is the monthly year-over-year change in dollar value of imports and exports.

Percent Change in Dollar Value of Exports
Port of Virginia, July 2024 and July 2025

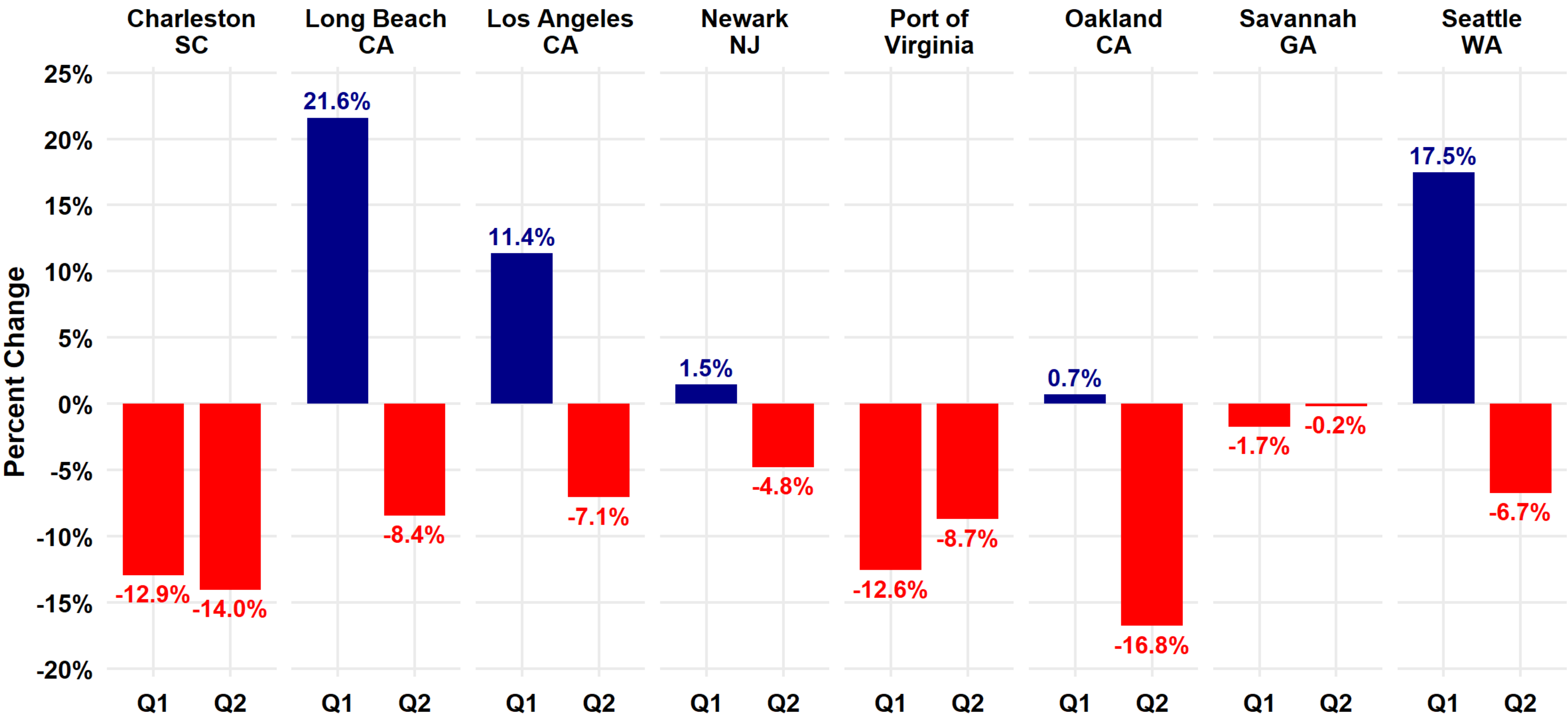


Sources: U.S. Census Bureau and Dragas Center for Economic Analysis and Policy. Non-seasonally adjusted data. Selected countries represent the Port of Virginia's top 10 export destinations by dollar volume in 2024. Percent change is the YTD year-over-year change in dollar value of exports.

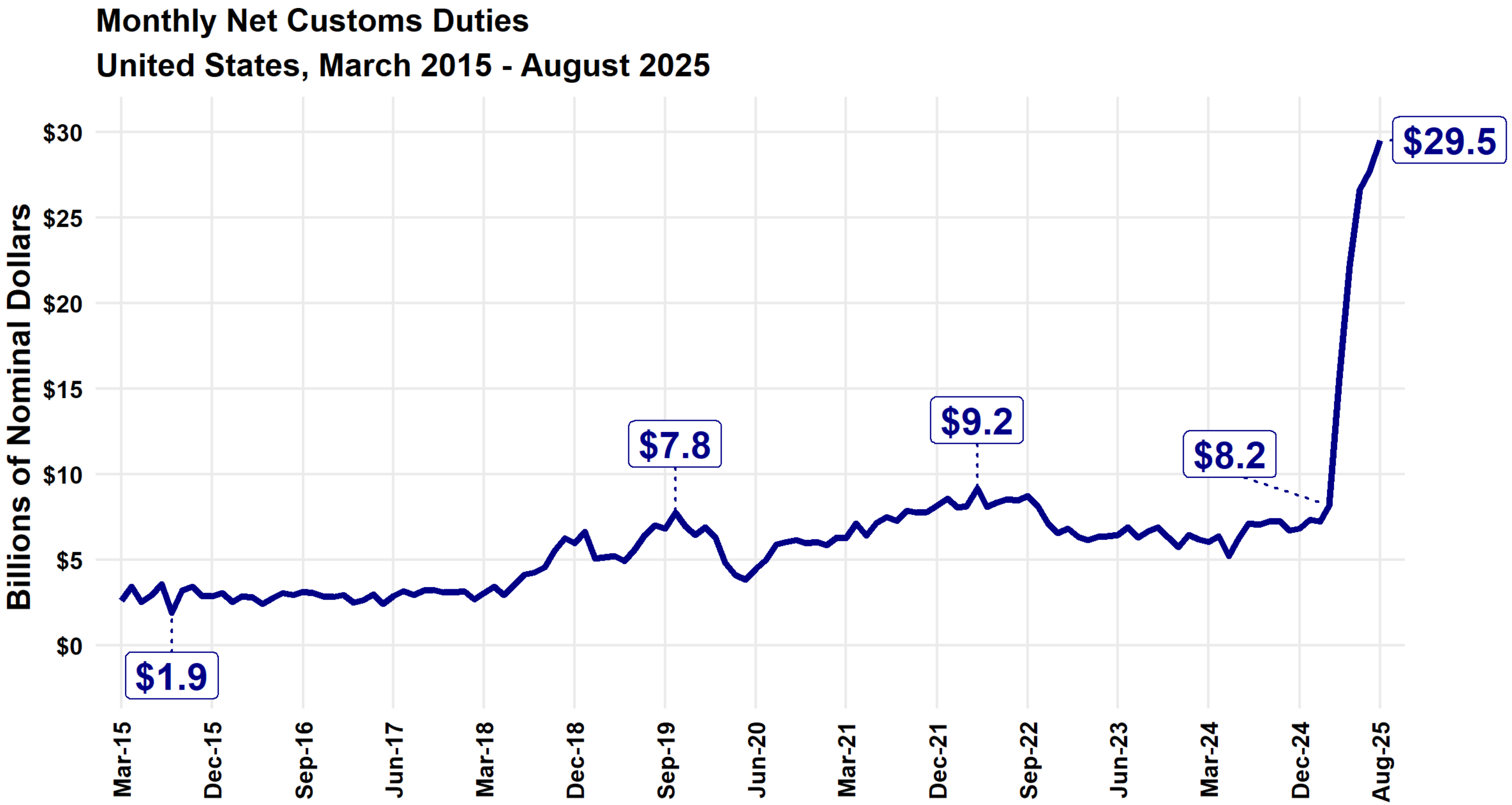


Sources: U.S. Census Bureau and Dragas Center for Economic Analysis and Policy. Non-seasonally adjusted data. Selected countries represent the Port of Virginia's top 10 countries from which imports arrived by dollar volume in 2024. Percent change is the YTD year-over-year change in dollar value of imports.

Percent Change in Dollar Value of Imports by Quarter
Selected Major Ports in the United States, Q1 & Q2 2025

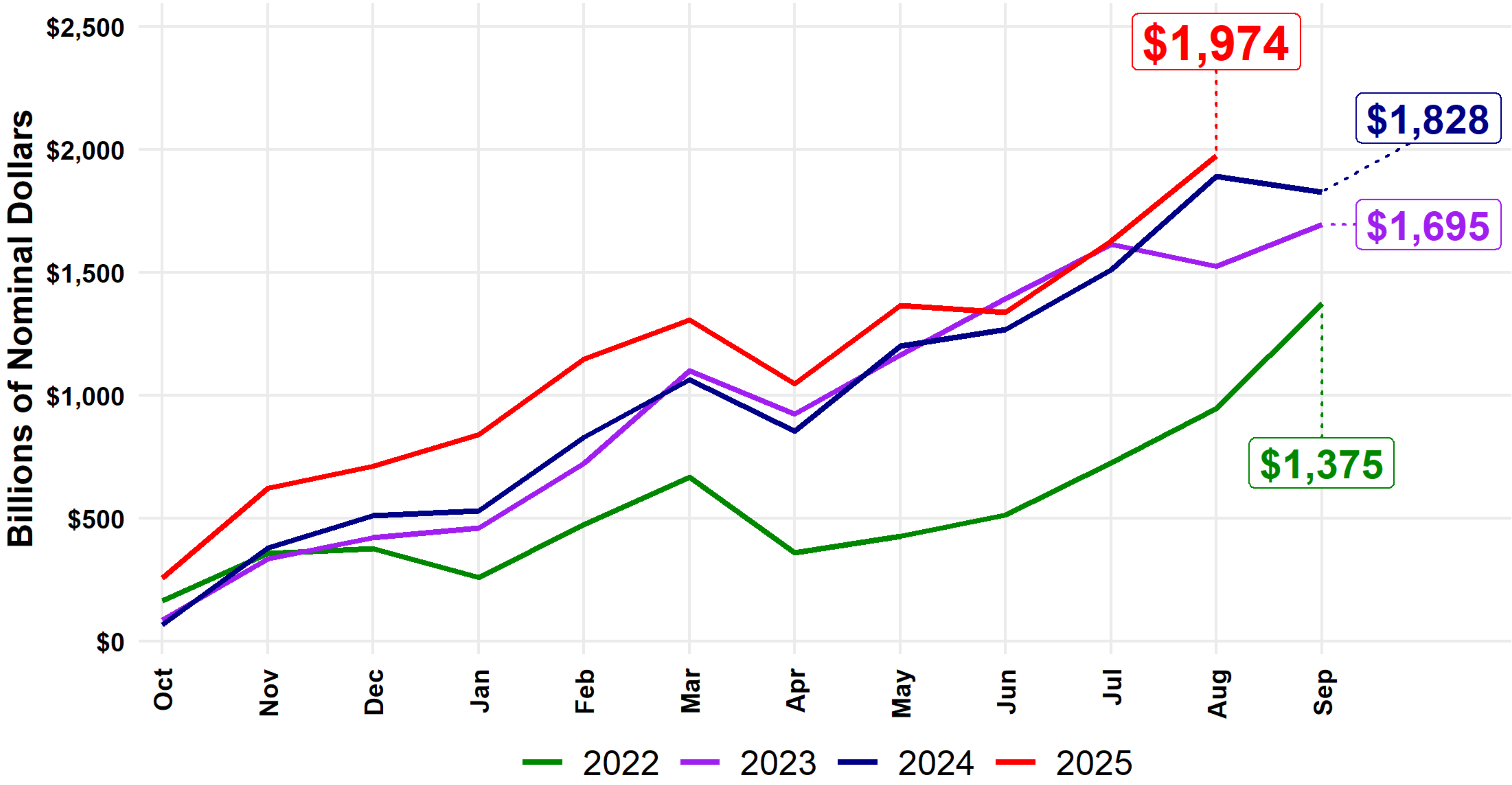


Sources: U.S. Census Bureau and Dragas Center for Economic Analysis and Policy. Non-seasonally adjusted data.
Percent change is the quarterly year-over-year change in dollar value of imports.

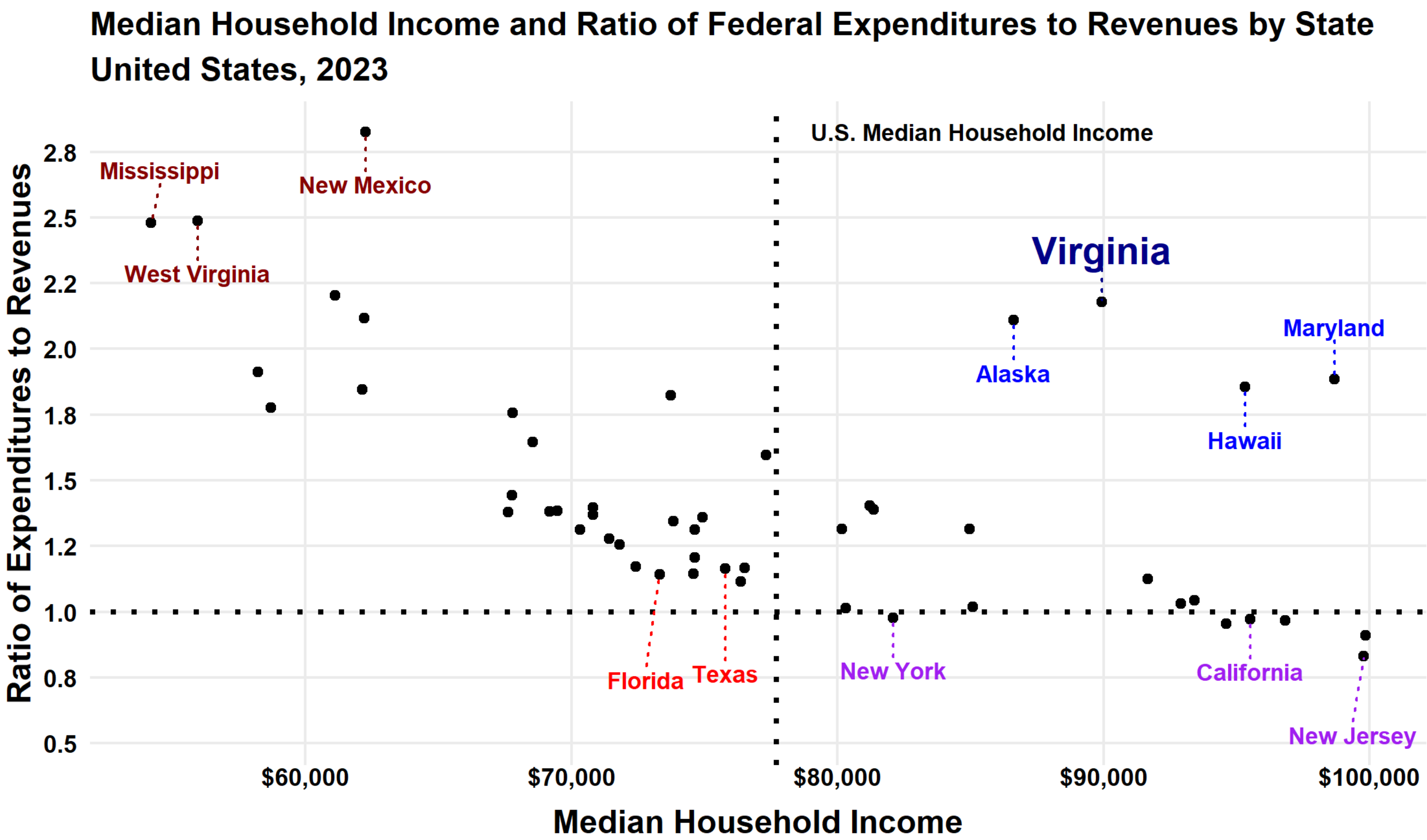


Sources: Bureau of the Fiscal Service, Monthly Treasury Statement (various years) and Dragas Center for Economic Analysis and Policy.

Cumulative U.S. Federal Government Deficit by Month
Fiscal Year October 2021 - August 2025

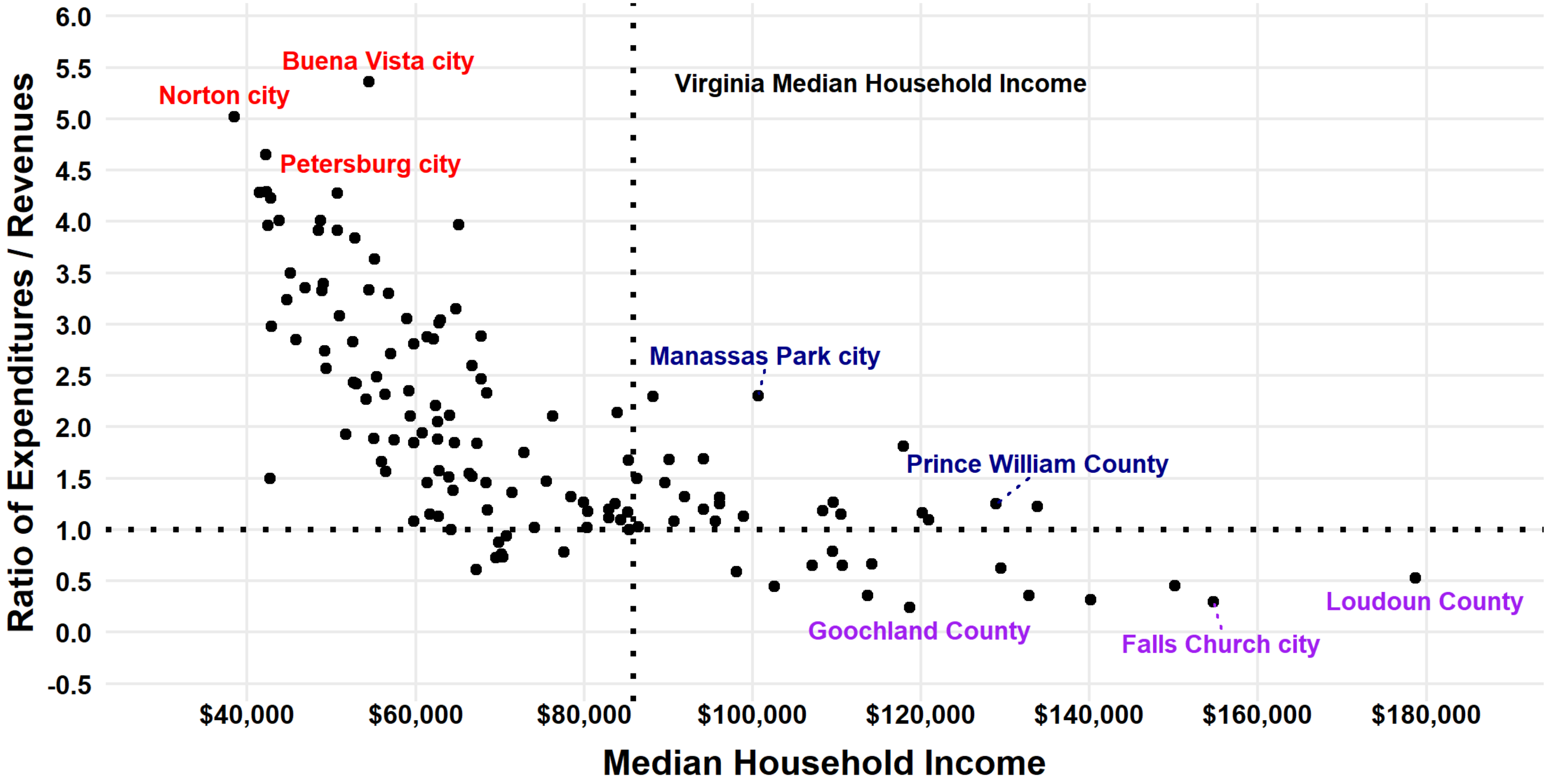


Sources: Congressional Budget Office, U.S. Department of the Treasury. Fiscal year runs from October of the preceding year to September of the current year.



Sources: Rockefeller Institute, U.S. Census Bureau, and Dragas Center for Economic Analysis and Policy. U.S. median household income in 2023 was $77,719.
Return on the dollar is the ratio of federal spending in a state to the amount paid to the federal government by that state's residents and businesses.

Balance of Payments for State - Local Intergovernmental Transfers
Virginia, 2022



Sources: U.S. Census Bureau, American Community Survey 5-Year Estimate (2019-2023); Virginia Department of Taxation, 2024;
Virginia Auditor of Public Accounts, 2024;and Dragas Center for Economic Analysis and Policy.
The ratio of revenues to expenditures is equal to state transfers to local intergovernments divided by income tax contributions by residents of each locality to the state transfer pool.

Fewer Jobs, Higher Prices, Slower Growth

- Economic data continues to lag policy, however, there is strong evidence that the national and Virginia economies have slowed and will continue to slow in the second half of 2025.
- Declines in imports will boost the headline GDP estimate in 2025 Q3, however, inventories, business investment, and hiring have slowed or declined outright. Price pressures continue to materialize in the data for import-dependent categories.
- While record setting tariff revenues may appear to be positive news, these revenues are the result of higher import taxes on American consumers and businesses. If sustained, these tariffs would represent the largest increase in federal taxes in revenue and percentage of GDP in over 50 years.
- Reductions in federal employment and persistent tariffs will reduce incomes in Northern Virginia and the flow of goods through the Port of Virginia. The growth prospects for the Commonwealth are markedly diminished from January 2025.