

President Biden's Economic Plan is Working for Vermont

Several economic indicators demonstrate robust economic progress in Vermont since President Biden took office. Below are key metrics—such as state employment, unemployment insurance claims, GDP, supplemental poverty, and vaccination rates—that help us interpret the current moment and highlight our progress on economic recovery and enhanced support for workers and families.

Employment:

- Since January 2021, the Vermont economy has added 15,000 **jobs** (5.3 percent of January 2021 employment in Vermont). The state economy has recovered 77 percent of the jobs lost between February 2020 and April 2020.
 - In the largest sector (educational and health services), the state economy added 1,000 jobs.
 - In the second largest sector (government), the state economy added 900 jobs.
- The state's **unemployment rate** fell from 3.9 percent in January 2021 to 2.5 percent in April 2022.
- **Initial claims for Unemployment Insurance** in Vermont fell 77 percent since President Biden took office, from around 1,400 at the start of the Administration to about 310 for the week ending May 28, 2022.
- The **quits rate**, a measure of labor market strength (since people generally quit jobs to take better jobs), rose from 2.1 percent in January 2021 to 3.0 percent in March 2022.

GDP:

- Vermont's **real GDP** grew 8.0 percent at an annual rate in the 4th quarter of 2021.
 - This is a substantial acceleration compared with growth in 2020, when Vermont's real GDP *decreased* by 2.8 percent Q4/Q4, and compared with 2019, when Vermont's real GDP grew by 1.7 percent Q4/Q4.
 - In the largest sector (financial services and real estate), real GDP grew 3.5 percent at an annual rate in the 4th quarter of 2021, after contracting by 0.5 percent in 2020 and growing by 3.1 percent in 2019.

Small Businesses:

- Residents of Vermont [applied](#) to start more **new businesses** during President Biden's first year in office than in any other year since the series started in 2005.
- Congressional Republicans' tax plan would raise taxes on 53.5 percent of small business owners in Vermont, and 81.6 percent of small business owners earning less than \$50,000 per year. The typical affected small business owner would see their taxes increase by \$500.

Poverty:

- Vermont's **Supplemental Poverty Measure** was [projected](#) to be 7.0 percent in 2021, lower than 10.2 percent on a comparable measure in 2018.

- The Supplemental Poverty Measure for children under 18 in Vermont was projected to be 2.6 percent in 2021, lower than 7.1 percent on a comparable measure in 2018.

Vaccinations:

- The number of **fully vaccinated people** in Vermont has increased from approximately 0 in January 2021 to 509,000 as of May 2022.