Year in Review
A look back at Chicago's business trends in 2022
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Executive Summary

**DOING BUSINESS**

180 pro-Chicago decisions
136 businesses expanded their presence in Chicago, and 44 companies entered the Chicago market for the first time. 28 of the 180 businesses expanded or entered the market on the South or West sides of the city.

84.6% business license renewal rate
An increase from the renewal rate in 2021 - 81.1%, additionally the City of Chicago issued over 6,100 new business licenses in 2022.

**MACRO**

$833 billion GDP
Adjusting for inflation, Chicago's GDP grew 3.41% from 2021.

4.7 million employment
Chicago added over 26,000 jobs and unemployment fell by 42,000 in 2022.

**INNOVATION**

$18.38 billion in growth capital invested
Chicago reached a new record for VC investment in 2022 - $10.36 billion in venture investments.

47% increase in venture investments since 2021
Chicago continued to see growth in venture investments in 2022, which included the largest venture deal in the US.
Executive Summary

TRADE

$330 billion in trade
Chicago’s O’Hare International Airport remains the top port by value, representing 6.2% of all U.S. trade.

#1 most connected airport globally
Serving 66 international destinations, O’Hare Airport is once again named the top global mega-hub.

ACCOLADES

#1 Site Selection
For the 10th year in a row, Chicago is named the nation’s leading destination for corporate relocations and expansions.

Best Big City in the United States
For the 6th year in a row, Chicago was voted the best big city in the U.S. by the Condé Nast Traveler Readers’ Choice Awards 2022.

WHAT TO WATCH IN 2023

Greater Chicagoland Economic Partnership
A first of its kind effort, the Greater Chicagoland Economic Partnership will focus on promoting the region’s many assets, including extensive freight infrastructure, diverse talent, strong exporting industries, and world-class institutions of innovation, research, and culture to develop a competitive global identity.
180 companies made a pro-Chicago decision in 2022.

A pro-Chicago decision is defined as a business relocation, expansion or new market entrant within city limits. In 2021, World Business Chicago developed an original methodology to track these KPIs, including corporate offices and headquarters, growth-stage start-ups, and other companies in target industries, such as manufacturing and logistics.

Over 6,100 new business licenses were issued in 2022.

In 2022, the City of Chicago issued over 6,100 new licenses to businesses opening in Chicago. The business license renewal rate also returned to pre-pandemic levels - 84.6% of businesses renewed a license in 2022. This rate is just slightly higher than the 2019 renewal rate of 83.5%.

Greater Chicagoland Economic Partnership takes collaborative approach to economic development to foster equitable growth across the region.

In January of 2023, the City of Chicago, WBC, and seven counties across northeastern Illinois formed the Greater Chicagoland Economic Partnership. The partnership will collaborate to drive equitable economic development across the region through coordinated international engagements, shared research resources, and unified asset mapping.

<table>
<thead>
<tr>
<th>Economic impact of pro-Chicago decisions</th>
<th>Jobs</th>
<th>Earnings</th>
</tr>
</thead>
<tbody>
<tr>
<td>Initial</td>
<td>5,011</td>
<td>$508M</td>
</tr>
<tr>
<td>Direct &amp; Indirect</td>
<td>2,535</td>
<td>$195M</td>
</tr>
<tr>
<td>Induced</td>
<td>6,839</td>
<td>$451M</td>
</tr>
<tr>
<td>Total</td>
<td>14,385</td>
<td>$1.15B</td>
</tr>
</tbody>
</table>

Sources: Chicago City Data Portal, WBC Research Center, Lightcast
2022 employment gains approach pre-pandemic levels during Summer months, but taper off by year's end.

Chicago closed 2022 maintaining the third largest workforce in the nation, with 4,700,000 in total employment. In May and June of 2022, Chicago came the closest to returning to pre-pandemic levels of employment and unemployment. Through 2022, Chicago added over 26,000 jobs and unemployment fell by 42,000 — a drop in unemployment of nearly 17%.

Chicago's gains in employment were driven by nearly 50,000 jobs added to the hospitality industry, followed by administrative services, TD&L, and professional and scientific services — each with well over 10,000 jobs added. Notably, the manufacturing sector reversed a decades-long downward trend in employment and added over 12,000 jobs in 2022.

Over 1.7 million unique jobs were posted by employers in the Chicago region in 2022 — an average monthly posting of nearly 380,000 jobs. This put Chicago as the 4th largest job market in the US, behind New York City, Los Angeles, and Dallas, respectively.

Sources: Moody's Analytics, U.S. Bureau of Labor Statistics, Lightcast
Chicago maintains its strong GDP growth in 2022, driven by productivity in the manufacturing sector.

Chicago's 2022 nominal GDP reached an estimated $833 billion. Adjusting for inflation, this represents a 3.41% growth from 2021 and a 3.58% growth from 2019.

Excluding government growth, 2022 increase in GDP was driven by manufacturing, real estate, and wholesale trade sectors, respectively. **Manufacturing in Chicago grew by over $11 billion in 2022.**

Chicago remains the most diverse economy within the U.S., with no one sector representing more than 14% of the economy.

**Chicago's Diverse Industries in 2022**

- **Real Estate:** $107.01B
- **Manufacturing:** $101.99B
- **Business & Professional Services:** $79.85B
- **Finance & Insurance:** $74.38B
- **Wholesale Trade:** $73.05B
- **Government:** $67.21B
- **Healthcare:** $55.73B
- **Government:** $67.21B
- **Retail:** $44.92B
- **Wholesale Trade:** $73.05B
- **Construction:** $26.86B
- **Tech:** $31.36B
- **TDL:** $31.37B
- **Administrative Services:** $34.85B
- **Finance & Insurance:** $74.38B
- **Creative Arts:** $10.43B
- **Utilities:** $11.5B
- **Creative Arts:** $10.43B
- **Management Services:** $14.62B
- **Other Services:** $16.71B
- **Hotel & Food:** $25.53B
- **Government:** $67.21B
- **Wholesale Trade:** $73.05B
- **Utilities:** $11.5B

**Sources:** Moody's Analytics
Chicago experienced record growth capital investment for the second year in a row, defying broader negative trends.

In 2022, venture investments dropped across U.S. cities. Conversely, Chicago experienced a record breaking year, reaching over $10 billion in venture capital investment, and over $8 billion in private equity investment. Venture investments grew 47% from 2021 levels.

### 2022 Investments ($B)

<table>
<thead>
<tr>
<th>City</th>
<th>Venture Capital</th>
<th>Private Equity</th>
</tr>
</thead>
<tbody>
<tr>
<td>SF Bay Area</td>
<td>$75.82</td>
<td>$4.45</td>
</tr>
<tr>
<td>NYC</td>
<td>$33.64</td>
<td>$9.30</td>
</tr>
<tr>
<td>Los Angeles</td>
<td>$21.87</td>
<td>$8.22</td>
</tr>
<tr>
<td>Boston</td>
<td>$21.49</td>
<td>$1.45</td>
</tr>
<tr>
<td>Chicago</td>
<td>$10.36</td>
<td>$8.02</td>
</tr>
<tr>
<td>Seattle</td>
<td>$7.23</td>
<td>$0.89</td>
</tr>
</tbody>
</table>

Chicago isn't Silicon Valley, and that's a good thing.
Chicago's innovation ecosystem has seen consistent upward momentum over the years. The San Francisco Bay Area experienced a drop in venture investment from 2021 to 2022 — that didn't happen in Chicago.

Sources: Pitchbook Data, LLC
Chicago's Vertical Venture Momentum

Chicago experienced not just record aggregate investment totals, but the largest venture deal in the U.S.

2022 saw only a small number of deals over $1B, and those deals were landed in only 4 cities in the U.S. Chicago is not only among those 4, but stands out with the largest venture capital deal in the US in 2022.

Chicago's record breaking year was driven by investments in the health tech vertical, but other verticals that represent Chicago's largest, most storied industries had strong performances as well. Outside of TMT and SaaS Logistics, Fintech, Big Data, AI, and Life Sciences experienced strong interest.

The chart below reflects Chicago's top 20 verticals, ranked by aggregate investment amounts for 2022. The variation among verticals reflects the diversity of Chicago's broader economy.

Sources: Pitchbook Data, LLC
Chicago's O'Hare airport remains the nation's top port by value.

Chicago's O'Hare airport handled $330 billion in trade throughout 2022, an increase of $25 billion compared to 2021. This growth outpaced other ports and puts Chicago as the country's top port by value for the second year in a row.

Chicago's rise to the top port over the past two years may be attributed, in part, to improvements from the O'Hare Modernization Program. The new runway that opened in 2020, 9C/27C, allows for quadruple simultaneous arrivals, and the new cargo campus opened in 2018 has increased cargo intake capacity by 50%.

### Chicago's Top Imports 2022

<table>
<thead>
<tr>
<th>Item</th>
<th>2022 Import Value</th>
</tr>
</thead>
<tbody>
<tr>
<td>Phone Sets</td>
<td>$47,503,659,264</td>
</tr>
<tr>
<td>Medicine</td>
<td>$31,825,482,195</td>
</tr>
<tr>
<td>Data Processing Machines</td>
<td>$30,235,814,839</td>
</tr>
<tr>
<td>Vaccines</td>
<td>$29,792,759,964</td>
</tr>
<tr>
<td>Oil</td>
<td>$24,808,796,266</td>
</tr>
</tbody>
</table>

### Chicago's Top Exports 2022

<table>
<thead>
<tr>
<th>Item</th>
<th>2022 Export Value</th>
</tr>
</thead>
<tbody>
<tr>
<td>Vaccines</td>
<td>$10,969,527,986</td>
</tr>
<tr>
<td>Medicine</td>
<td>$9,871,115,764</td>
</tr>
<tr>
<td>Medical Equipment</td>
<td>$4,460,453,436</td>
</tr>
<tr>
<td>Aircraft Engines and Parts</td>
<td>$4,321,942,192</td>
</tr>
<tr>
<td>Diagnostic Materials</td>
<td>$2,576,578,285</td>
</tr>
</tbody>
</table>

**Total Trade Value through Top Ports**

**Sources:** U.S. Census Bureau, City of Chicago Department of Aviation
Chicago's International Reach

Chicago businesses export a wide range of products across the globe.

<table>
<thead>
<tr>
<th>Top 5 Export Partners</th>
<th>2022 Export Value</th>
<th>Top Products by Value</th>
</tr>
</thead>
<tbody>
<tr>
<td>China</td>
<td>$14,024,631,013</td>
<td>Vaccines, Medicine, Medical Equipment, and Engine Parts</td>
</tr>
<tr>
<td>Japan</td>
<td>$8,657,671,255</td>
<td>Vaccines, Medicine, Medical Equipment, and Engine Parts</td>
</tr>
<tr>
<td>Germany</td>
<td>$5,810,428,451</td>
<td>Vaccines, Medicine, Medical Equipment, and Engine Parts</td>
</tr>
<tr>
<td>Netherlands</td>
<td>$3,739,366,351</td>
<td>Vaccines, Medical Equipment, Phone Sets, and Medical Devices</td>
</tr>
<tr>
<td>United Kingdom</td>
<td>$3,157,930,095</td>
<td>Medicine, Phone Sets, Engine Parts, and Jewelry</td>
</tr>
</tbody>
</table>

Sources: U.S. Census Bureau
Chicago is a hub for imports from around the world.

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<thead>
<tr>
<th>Top 5 Export Partners</th>
<th>2022 Import Value</th>
<th>Top Products by Value</th>
</tr>
</thead>
<tbody>
<tr>
<td>China</td>
<td>$86,644,026,165</td>
<td>Phone Sets, Data Processing Machines, Medicine, and Video Game Consoles</td>
</tr>
<tr>
<td>Ireland</td>
<td>$26,548,715,641</td>
<td>Vaccines, Medicine, Organic Compounds, and Other Pharma Products</td>
</tr>
<tr>
<td>Canada</td>
<td>$25,615,025,904</td>
<td>Oil, Optical Instruments, Steel, and Chemicals</td>
</tr>
<tr>
<td>Germany</td>
<td>$16,093,704,392</td>
<td>Vaccines, Medicine, Turbine Parts, and Medical Equipment</td>
</tr>
<tr>
<td>Japan</td>
<td>$13,175,129,354</td>
<td>Vaccines, Medicine, Turbine Parts, and Cameras</td>
</tr>
</tbody>
</table>

Sources: U.S. Census Bureau
Chicago's Accolades

Chicago is ranked #1 for corporate expansion for 10th consecutive year.

Site Selection's Top Metros rankings are based on major capital investments within a metropolitan statistical area with a population of 1 million or more. Investments must meet one of three criteria: a minimum $1 million capital expenditure; 20 or more jobs created; or 20,000 sq. ft. or more of new space.

In 2022, capital investments in Chicago were led by Google's acquisition of the Thompson Center. Notably, manufacturers also expanded by nearly 5.5 million square feet and BMO Harris celebrated the grand opening of their new tower in June.

O'Hare airport is the most connected airport in the world.

OAG issued their 'Megahubs 2022' report and listed Chicago's O'Hare airport as the most internationally connected airport in the world. At the time of the report, O'Hare served 66 international destinations. As of November 2022, O'Hare's passenger volume reached 63 million (domestic and international combined).

Chicago is the best big city in the US for 6th year in a row.

Over 240,000 people voted Chicago as the nation's best big city in 2022, cementing its place as where people from all walks of life come for the iconic architecture, thriving neighborhoods, brilliant lakefront, and award-winning restaurants. Most importantly, Chicago is unabashedly a welcoming city. We have not only codified this in our ordinances, we believe the values of the city where people live, work, and play matter more now than ever.

Sources: Site Selection Magazine, OAG Megahubs 2022, Condé Nast Traveler Readers' Choice Awards 2022
About
World Business Chicago is Chicago's public-private economic development agency. Our mission is to drive inclusive economic growth and job creation, support businesses, and promote Chicago as a leading global city. Our vision is to ensure that all Chicagoans prosper.

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