



Puerto Rico Economic Report

End of Year 2025

Puerto Rico Department of Economic Development and Commerce
Office of Strategy and Business Intelligence

January 8, 2025

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Executive Summary

In fiscal year 2025, Puerto Rico's economy demonstrated growth, supported by sustained economic activity, job creation, historically low unemployment, and continued strength in key productive sectors. According to the Puerto Rico Planning Board, Gross Domestic Product (GDP) reached \$129.4 billion, reflecting an increase of \$3.3 billion, or 2.6%, compared to the prior fiscal year. At constant 2017 dollars, GDP totaled \$103.9 billion, indicating real growth of 0.3%.

Economic growth in FY 2025 was driven primarily by Manufacturing, which remains the backbone of Puerto Rico's economy and contributed more than \$1.25 billion in additional output. Other key contributors included Real Estate and Rental, Retail Trade, Accommodation and Food Services, and Professional, Scientific, and Technical Services, reflecting broad-based growth across production, services, tourism, and domestic consumption. In percentage terms, the fastest-growing sectors were Arts, Entertainment, and Recreation, Accommodation and Food Services, Construction, Retail Trade, and Financial Services, highlighting the continued strengthening of tourism-related activities and private investment.

Puerto Rico's labor market reached historic milestones in 2025. The labor force expanded to 1.239 million people, while total employment averaged 1.168 million jobs, reflecting the creation of 17,000 net new jobs year over year. The unemployment rate averaged 5.6%, the lowest sustained level on record, while labor force participation reached 44.8%, its highest level in 16 years. Notably, private-sector employment climbed to 767,400 jobs, the highest level ever recorded, and self-employment reached a historic high of 215,000 individuals, underscoring increased entrepreneurial activity.

Business activity remained strong, with Puerto Rico reporting 50,819 business establishments during the second quarter of 2025. The Island continues to have a larger number of business establishments than several U.S. states, including Rhode Island, Delaware, Vermont, Wyoming, and Alaska. Manufacturing and construction indicators also remained positive, as reflected by Puerto Rico's PMI averaging 52.7, signaling sustained industrial expansion, and a notable increase in cement production and sales tied to ongoing infrastructure and private-sector projects.

Puerto Rico's external trade remained robust, with exports totaling \$48.4 billion and imports reaching \$42.2 billion, resulting in a \$6.2 billion trade surplus. Pharmaceutical manufacturing continued to dominate exports, reinforcing Puerto Rico's strategic role in global life-sciences supply chains. Tourism activity also showed strong results, with record-high passenger traffic at Luis Muñoz Marín International Airport and an increase in hotel registrations.

Demographically, Puerto Rico's population remained largely stable at 3.203 million residents, though structural shifts persist, including a declining youth population and a growing share of residents aged 65 and older. Puerto Rico's population exceeds that of several U.S. states, underscoring the Island's economic scale relative to other U.S. jurisdictions.

Looking ahead, the Puerto Rico Planning Board projects moderate economic growth for fiscal years 2026 and 2027, with real GDP growth ranging between 0.4 percent and 2.3 percent in FY 2026, and 0.3 percent to 1.0 percent in FY 2027, depending on economic conditions. While risks remain, particularly related to inflation, financing costs, demographic trends, and global uncertainty, the outlook remains optimistic.

Overall, Puerto Rico entered 2026 with strong economic fundamentals, supported by private-sector momentum, resilient manufacturing activity, a historically strong labor market, and continued investment. Ongoing policy efforts by the Government of Puerto Rico to promote *reshoring*, streamline permitting, improve the *ease of doing business*, advance tax reform, and prioritize growth-oriented initiatives will be critical to sustaining long-term economic expansion and competitiveness.

Economic Activity:

Source: Puerto Rico Planning Board (PRPB), Statistical Appendix, Puerto Rico Fiscal Year 2025 (July-June)

Gross Domestic Product (GDP). During the fiscal year 2025 (FY 2025), Puerto Rico's GDP reached \$129.368 billion dollars, reflecting an increase of \$3.339 billion or 2.6%, compared to the previous fiscal year. The principal economic sectors contributing to Puerto Rico's GDP were Manufacturing (\$56.888 billion), Real Estate and Rental (\$20.061 billion), Government (\$6.884), Health Care and Social Services (\$5.503 billion), and Professional, Scientific, and Technical Services (\$4.795 billion). At constant 2017 dollars, Puerto Rico's GDP reached \$103.864 billion with a nominal growth of \$328.9 million or 0.3%.

GDP Growth. In absolute terms, the sectors that contributed the most to GDP growth during FY 2025 were Manufacturing (\$1.253 billion), Real Estate and Rental (\$729.8 million), Retail Trade (\$468.0 million), Accommodation and Food Services (\$245.1 million), and Professional, Scientific, and Technical Services (\$200.4 million). In percentage terms, the fastest-growing sectors were Art, Entertainment and Recreation (12.7%), Accommodation and Food Services (7.7%), Construction (7.5%), Retail Trade (5.6%), Finance and Insurance (4.8%), and Professional, Scientific, and Technical Services (4.4%).

Gross National Product (GNP). During FY 2025, Puerto Rico's GNP reached \$87.571 billion dollars, reflecting an increase of \$2.133 billion or 2.5%. At constant 2017 dollars, GNP totaled \$69.933 billion, with an increase of \$300.6 million or 0.4%.

GNP Growth. According to the PRPB, the official real growth rate of Puerto Rico's economy for FY 2025 was 0.4%.

GDP and GNP per Capita. Puerto Rico's GDP per capita was \$39,335, while GNP per capita reached \$26,666.

GDP by U.S. State. According to the U.S. Bureau of Economic Analysis, Puerto Rico's GDP reached \$122.9 billion in calendar year 2023, exceeding the GDP of several U.S. states, including Idaho, New Hampshire, Hawaii, West Virginia, Rhode Island, North Dakota, South Dakota, Montana, Alaska, Wyoming, and Vermont. Despite its relative economic size, Puerto Rico recorded the lowest GDP per capita among these jurisdictions.

GDP by Country. Based on World Bank data, Puerto Rico's GDP totaled \$126.0 billion in calendar year 2024, ranking the Island as the 61st largest economy worldwide. In terms of GDP per capita, Puerto Rico ranked 34th globally, with a value of \$39,343.



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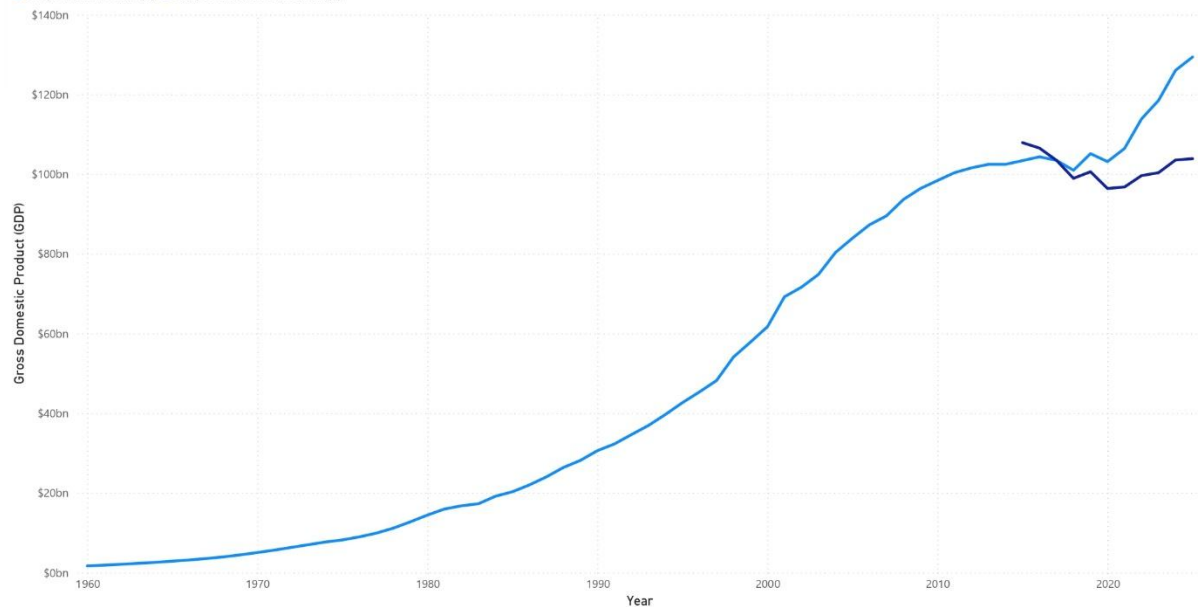
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Gross Domestic Product (GDP) of Puerto Rico

Source: Puerto Rico Planning Board, Unit: U.S. Dollars, Year: Puerto Rico Fiscal Year (July-June)

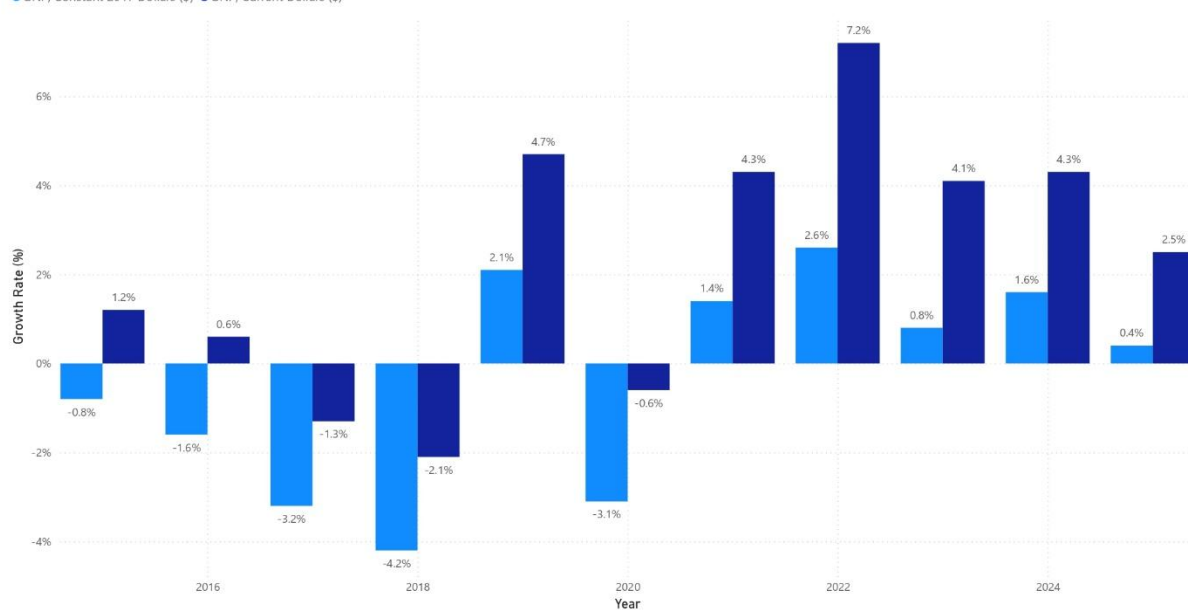
● GDP, Current Dollars (\$) ● GDP, Constant 2017 Dollars (\$)



GNP Growth Rates of Puerto Rico

Source: Puerto Rico Planning Board, Unit: Percentage (%), Year: Puerto Rico Fiscal Year (July-June)

● GNP, Constant 2017 Dollars (\$) ● GNP, Current Dollars (\$)





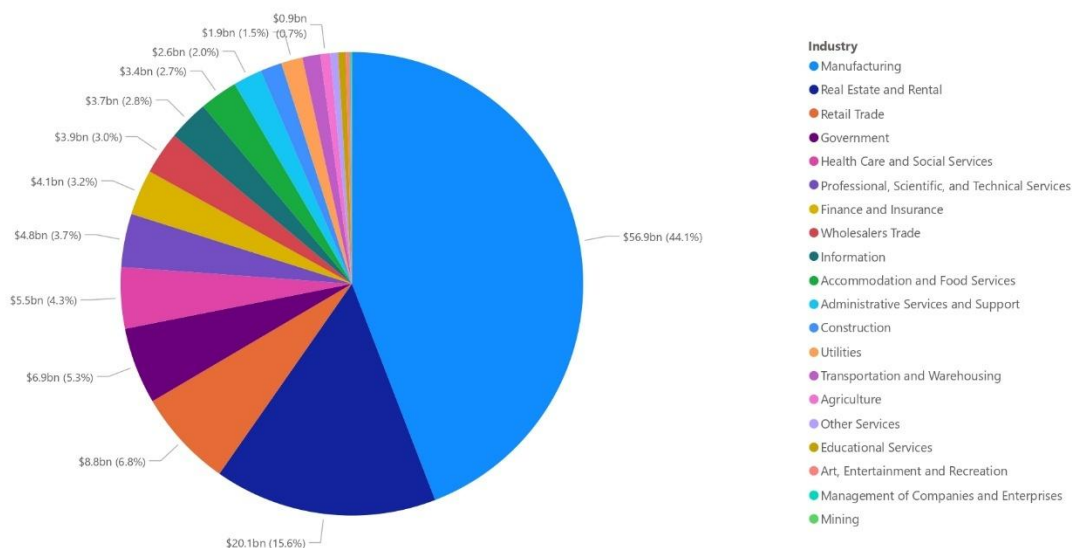
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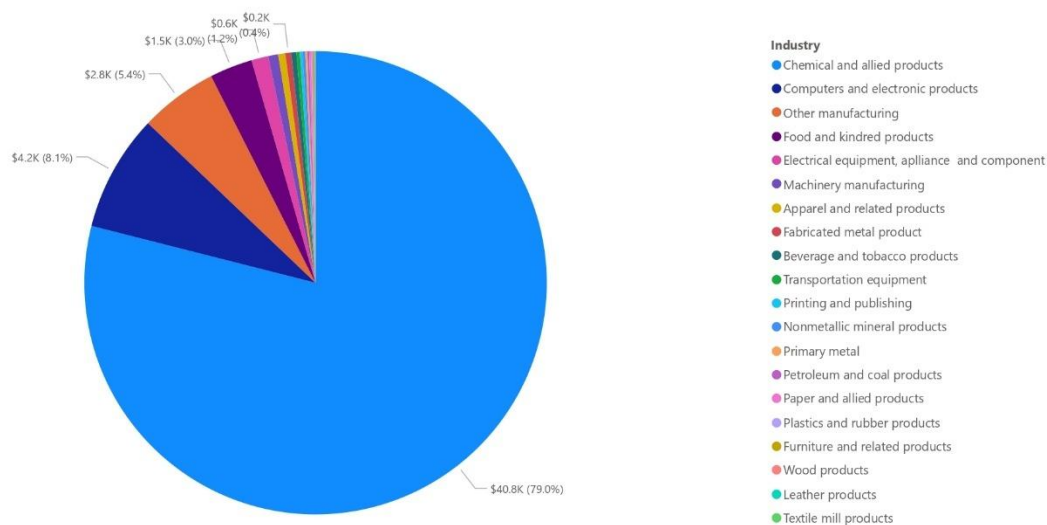
Puerto Rico GDP by Industry

Source: Puerto Rico Planning Board, Unit: U.S. Dollars, Year: Puerto Rico Fiscal Year 2025 (July-June)



Puerto Rico Manufacturing Domestic Income

Source: Puerto Rico Planning Board, Unit: Millions of U.S. Dollars (\$), Year: Puerto Rico Fiscal Year 2025



Employment:

Source: U.S. Bureau of Labor Statistics and the Puerto Rico Department of Labor and Human Resources

Labor Force. As of November 2025, Puerto Rico's labor force stood at 1.239 million people. For the cumulative period from January to November 2025, the average labor force reached 1.237 million, representing an increase of 1.4% or 78,000 additional participants, compared to the same period in 2024.

Labor Force Participation Rate. In November 2025, Puerto Rico's economy recorded a labor force participation rate of around 44.6%. For the cumulative period from January to November 2025, the labor force participation rate remained around 44.8%, representing an increase of 0.4 percentage points compared to the same period in 2024. This is the highest sustained labor force participation rate since 2009, the highest sustained rate in 16 years.

Total Employment. In November 2025, Puerto Rico's economy recorded a total employment of 1.169 million jobs. For the cumulative period from January to November 2025, the average total employment was 1.168 million, which represents an increase of 1.5% or 17,000 new jobs created compared to the same period in 2024.

Unemployment Rate. In November 2025, Puerto Rico's economy recorded an unemployment rate of 5.7%. For the cumulative period from January to October 2025, the average unemployment rate remained historically low at around 5.6%, representing a reduction of 0.1 percentage points compared to the same period in 2024. This is the lowest sustained unemployment rate in Puerto Rico's history.

Self-Employment. In November 2025, self-employment totaled around 215,000 individuals. For the cumulative period from January to October 2025, the average self-employment value was 209,000 individuals, which represents an increase of 2.5%, or 5,000 additional self-employed individuals. This is the highest level of self-employment ever recorded in Puerto Rico.

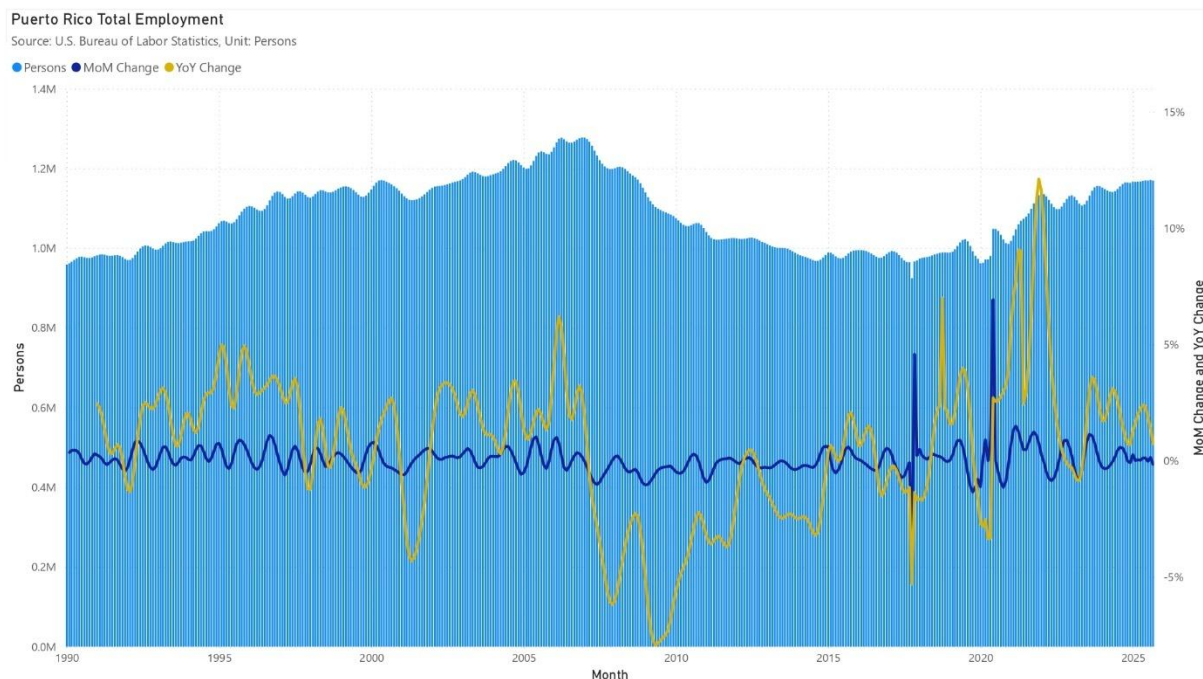
Total Nonfarm Employment. In November 2025, Puerto Rico's economy recorded total nonfarm employment of 965,900 jobs. For the cumulative period from January to November 2025, the average total nonfarm employment was 962,800 jobs, which represents an increase of 0.9%, or 8,900 new jobs created, compared to the same period in 2024.

Total Private Employment. In November 2025, Puerto Rico's economy recorded a total private employment of 767,400 jobs. This is the highest total private employment figure recorded in Puerto Rico's history. When comparing total private employment jobs gains year to date, Puerto Rico added 6,300 new private sector jobs which accounts for a growth of 0.8%.

Employment Growth by Economic Sector. The economic sectors that experienced employment gains during the cumulative period from January to November 2025 were:

- **Leisure and Hospitality (Tourism):** 102,300 people employed, an increase of 3,600 new jobs created.
- **Educational and Health Services:** 129,300 people employed, an increase of 2,900 new jobs created.
- **Trade, Transportation, and Utilities:** 192,900 people employed, an increase of 2,100 new jobs created.
- **Government:** 198,500 people employed, an increase of 800 new jobs created.
- **Mining, Logging, and Construction:** 41,300 people employed, an increase of 600 new jobs created.
- **Financial Activities:** 50,300 people employed, an increase of 300 new jobs created.

Total Nonfarm Employment by Economic Sector. According to the most recent data reported by the U.S. BLS for the month of November 2025, the total nonfarm employment distribution by economic sector was Government (198,500 or 21%), Trade, Transportation, and Utilities (192,900 or 20%), Professional & Business Services (135,900 or 14%), Education & Health Services (129,300 or 13%), Leisure & Hospitality (102,300 or 11%), Manufacturing (82,900 or 9%), Financial Activities (50,300 or 5%), and Mining, Logging, and Construction (41,300 or 4%).





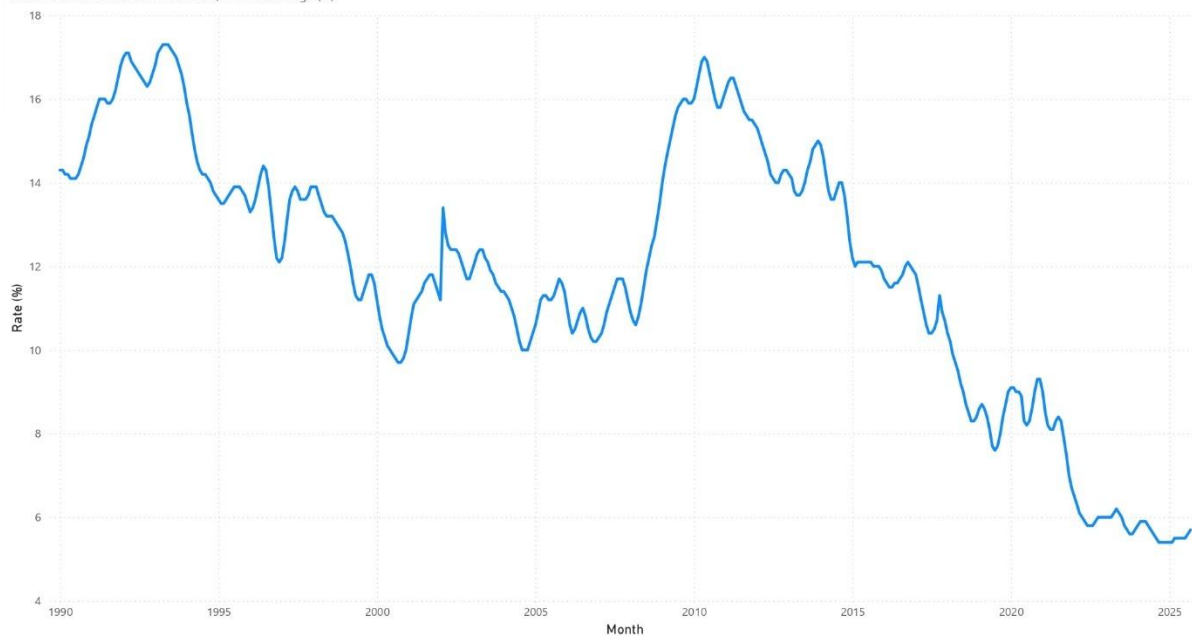
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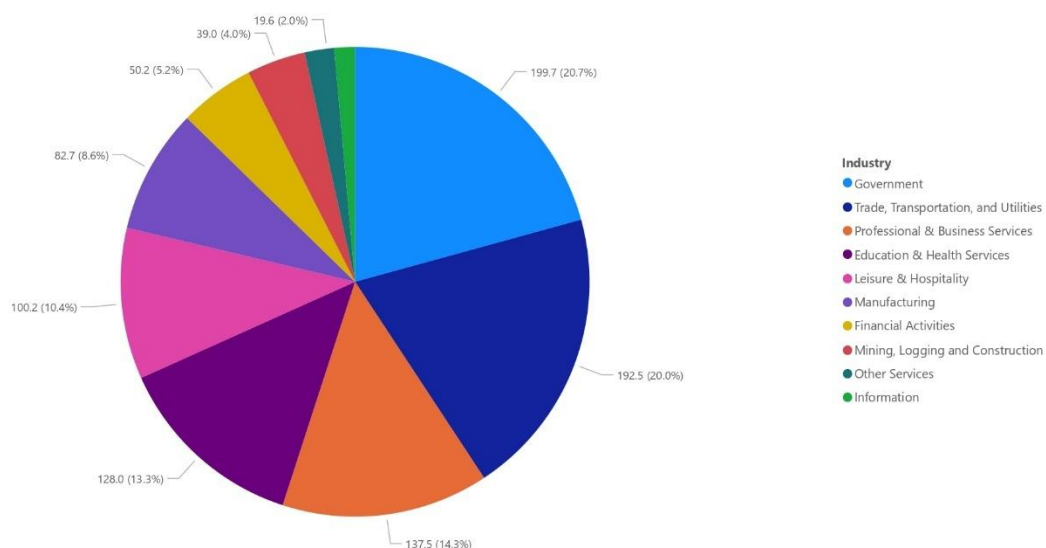
Puerto Rico Unemployment Rate

Source: U.S. Bureau of Labor Statistics, Unit: Percentage (%)



Puerto Rico Employment by Industry

Source: U.S. Bureau of Labor Statistics, Unit: Thousands of Persons





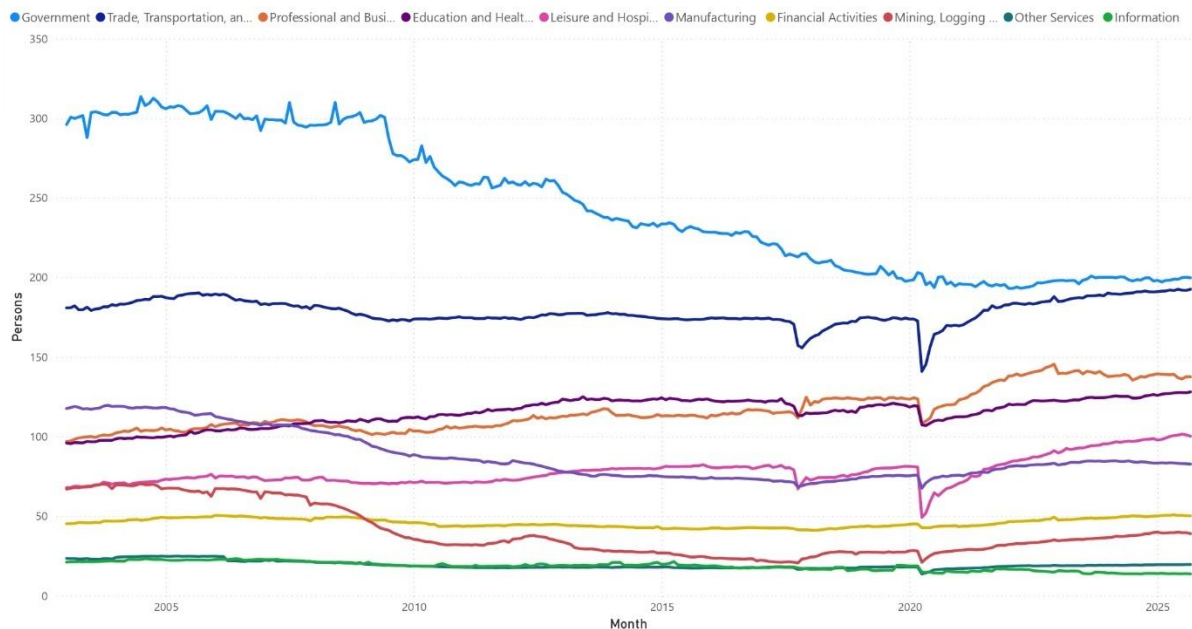
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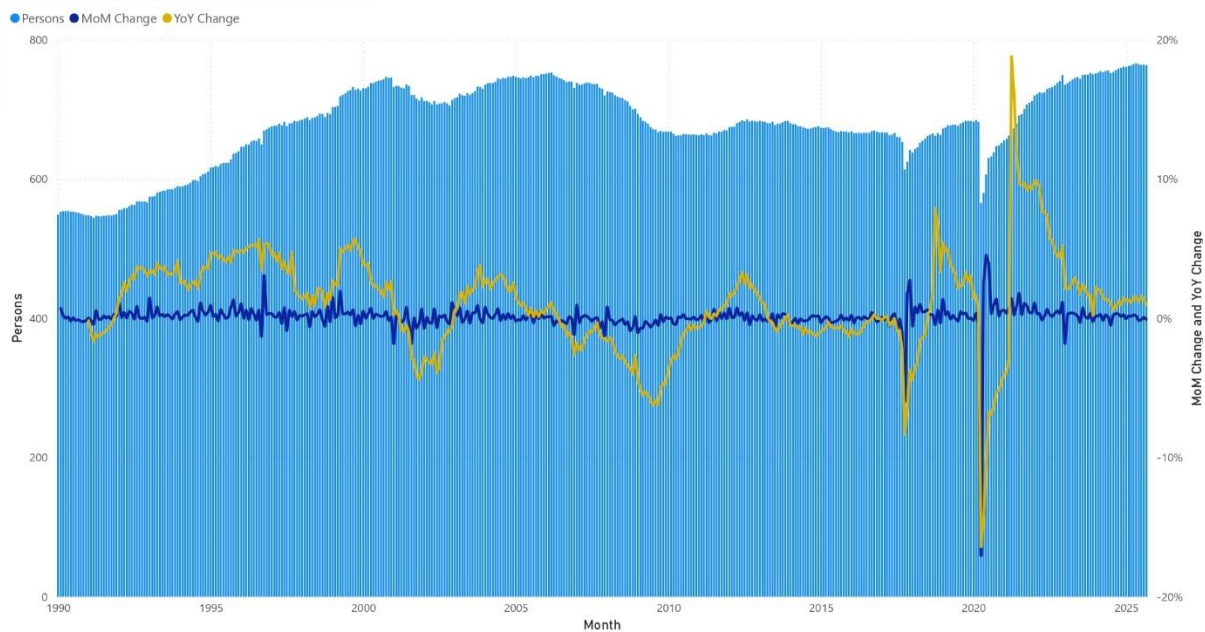
Puerto Rico Employment Time Series

Source: U.S. Bureau of Labor Statistics, Unit: Thousands of Persons



Puerto Rico Private Employment

Source: U.S. Bureau of Labor Statistics, Unit: Thousands of Persons



Wages and Occupations:

Source: U.S. Bureau of Labor Statistics, Puerto Rico 2024 Occupational Employment and Wage Statistics (OEWS) and Quarterly Census of Employment and Wages (QCEW) 2025 Q2

Employment by Occupations. According to the Puerto Rico 2024 OEWS, the occupations that employed the most individuals were Office and Administrative Support Occupations (146,820), Sales and Related Occupations (106,400), Food Preparation and Serving Related Occupations (76,270), Transportation and Material Occupations (67,720), and Production Occupations (63,830).

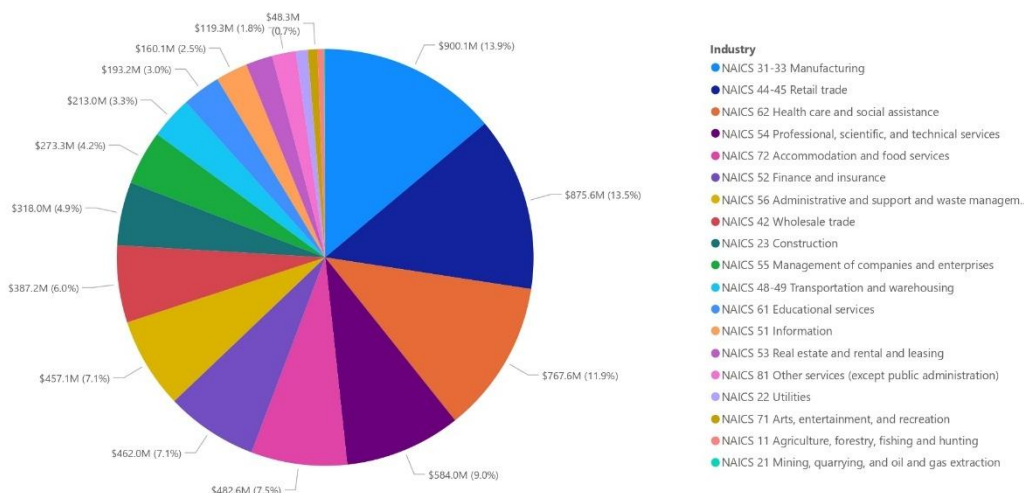
Wages by Occupations. According to the Puerto Rico 2024 OEWS, the mean hourly wage was \$17.37 and the mean annual wage was \$36,130. The top occupations that paid the highest annual wage were Management Occupations (\$88,990), Legal Occupations (\$68,780), Architecture and Engineering Occupations (\$63,300), Life, Physical, and Social Science Occupations (\$54,010), and Computer and Mathematical Occupations (\$50,720).

Total Wages by Municipio. According to the QCEW 2025 Q2, the Municipios with the highest total wages were San Juan (\$1.943 billion), Guaynabo (\$599 million), Carolina (\$386 million), Bayamon (\$338 million), and Caguas (\$309 million).

Total Wages by State. According to the QCEW 2025 Q2, Puerto Rico had a larger number of total wages paid than in several U.S. States: Montana, North Dakota, South Dakota, Alaska, Vermont and Wyoming.

Puerto Rico Total Wages by Industry

Source: U.S. Bureau of Labor Statistics, QCEW 2025 Q2, Unit: U.S. Dollars (\$)





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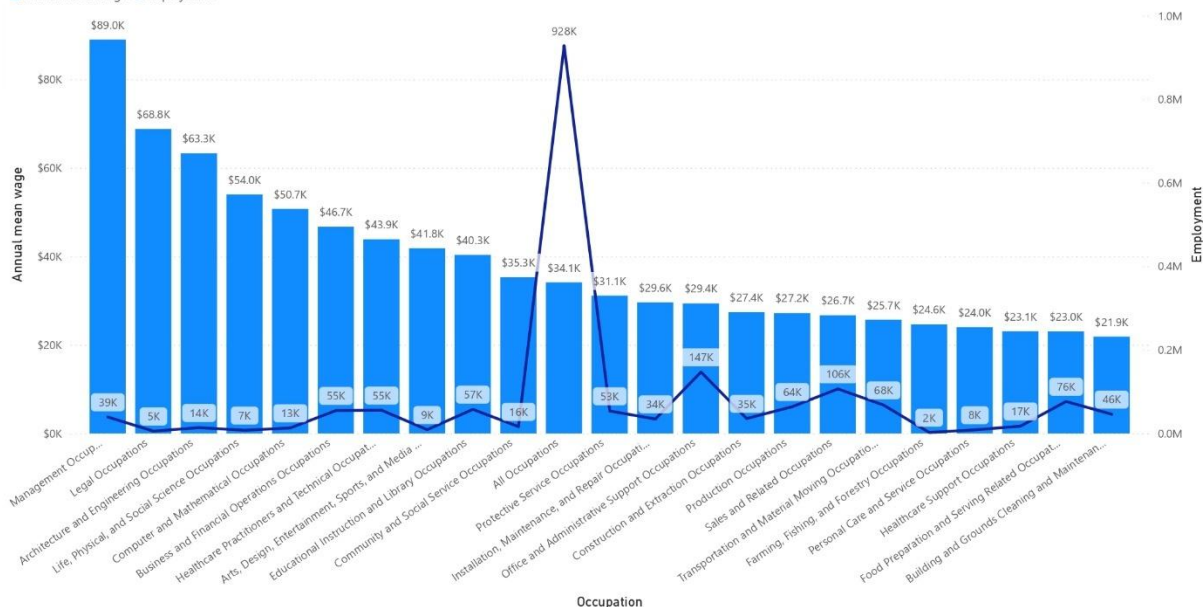
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Puerto Rico Wage and Employment by Occupation

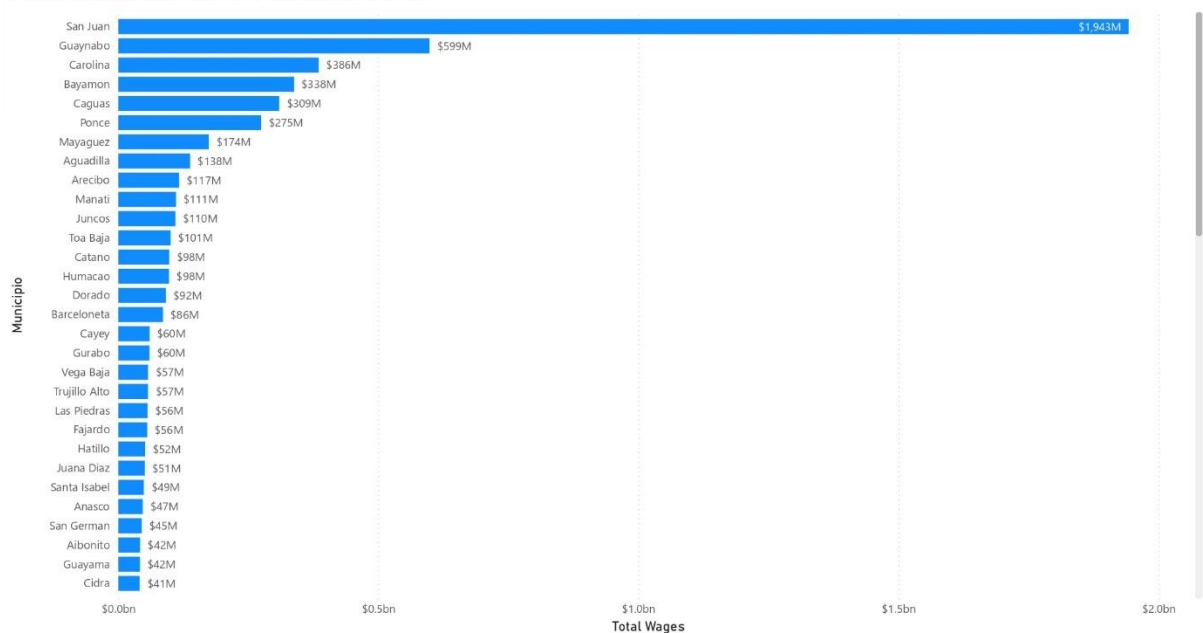
Source: U.S. Bureau of Labor Statistics, Puerto Rico 2024 OEWS

Annual mean wage Employment



Puerto Rico Total Wages by Municipio

Source: U.S. Bureau of Labor Statistics, QCEW 2025 Q2, Unit: U.S. Dollars (\$)



Business Establishments:

Source: U.S. Bureau of Labor Statistics, Quarterly Census of Employment and Wages (QCEW) 2025 Q2

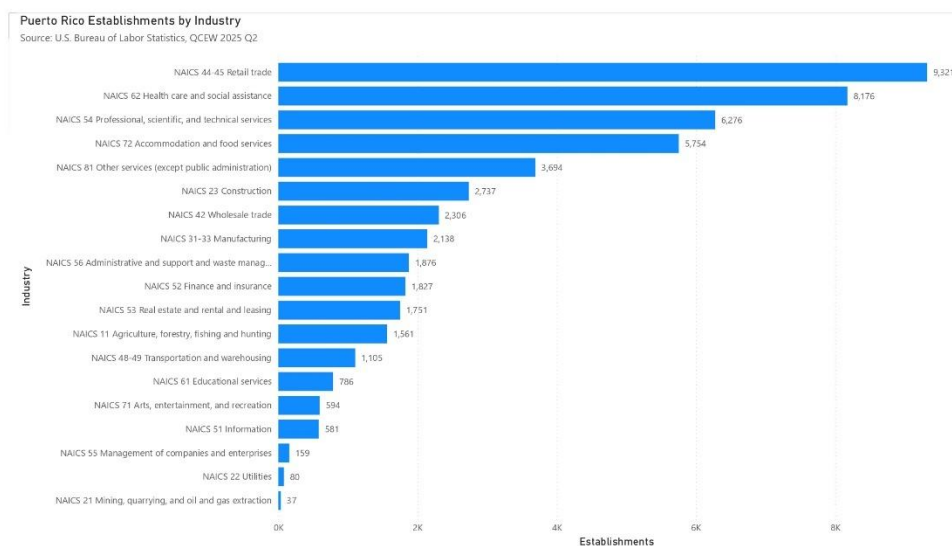
Total Business Establishments. According to the most recent QCEW 2025 Q2, Puerto Rico reported 50,819 business establishments.

Business Establishments by Size. Most businesses in Puerto Rico have Fewer than 5 Employees (27,675), the second most between 5 to 9 Employees (9,836), and third most between 20 to 49 Employees (4,240). There are only around 46 firms in Puerto Rico that employ 1,000 or more individuals.

Business Establishments by Municipio. The Municipios with the highest number of business establishments were San Juan (11,808), Bayamon (3,052), Guaynabo (2,681), Caguas (2,360), Ponce (2,311), and Carolina (2,074).

Business Establishments by Industry. Most business establishments in Puerto Rico are in the following industries: Retail trade (9,321), Health care and social assistance (8,176), Professional, scientific, and technical services (6,276), Accommodation and food services (5,754), and Other services (2,737).

Business Establishments by State. Puerto Rico has a larger number of business establishments than the following U.S. States: Rhode Island, Delaware, South Dakota, North Dakota, Vermont, Wyoming, and Alaska.





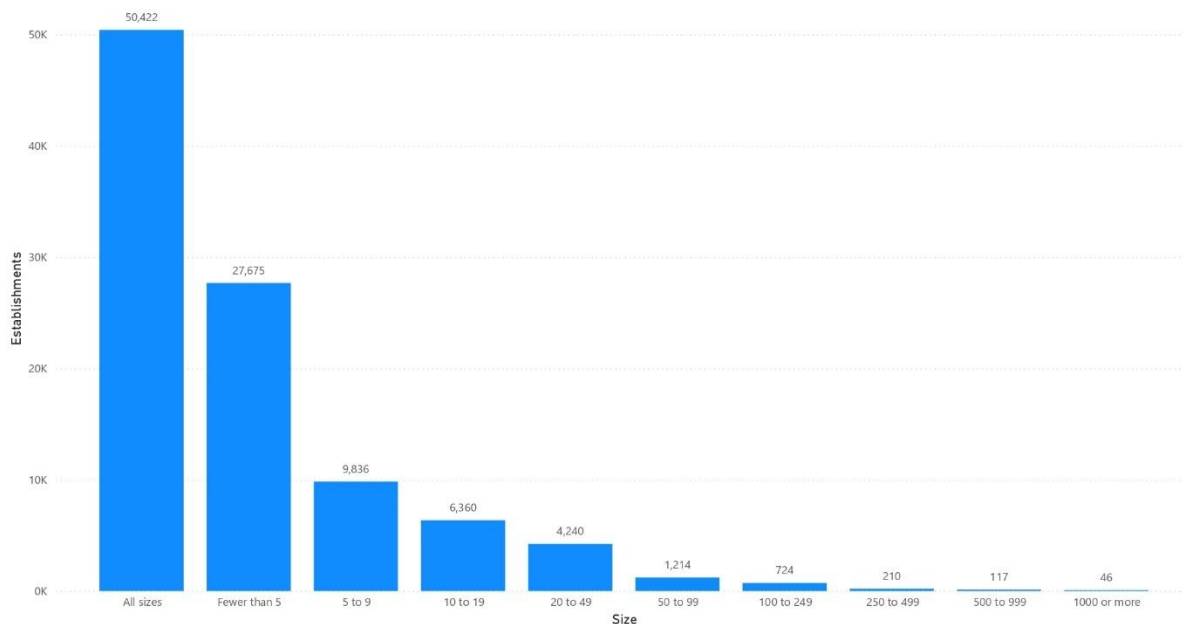
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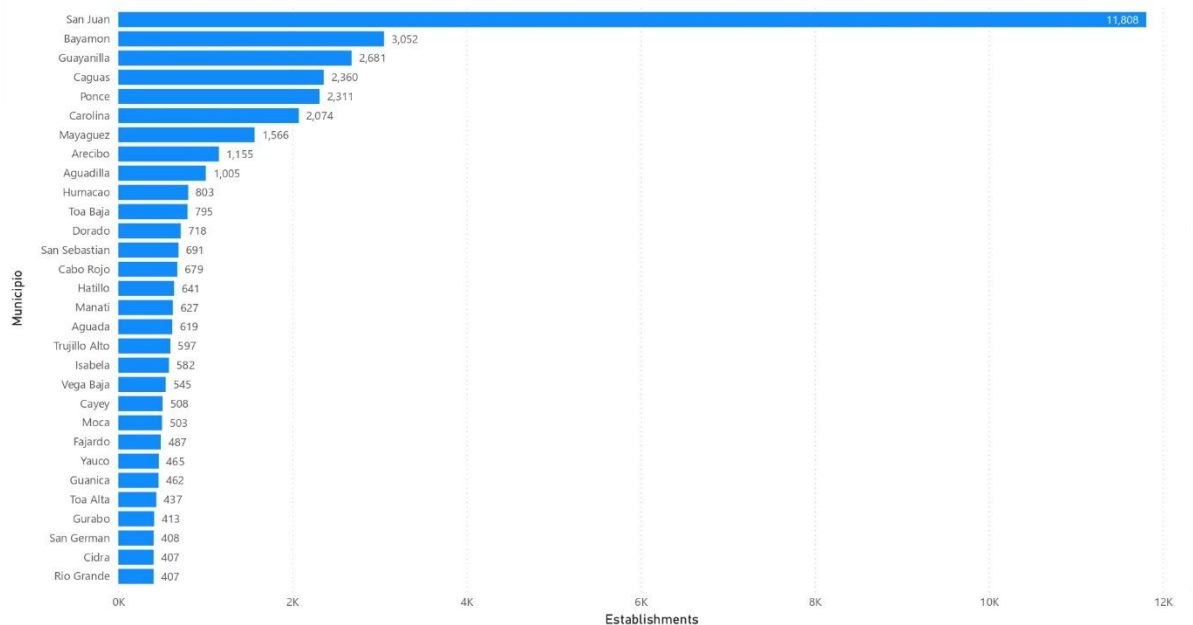
Puerto Rico Establishments by Size

Source: U.S. Bureau of Labor Statistics, QCEW 2025 Q2



Puerto Rico Establishments by Municipio

Source: U.S. Bureau of Labor Statistics, QCEW 2025 Q2



Economic Indicators:

Sources: Puerto Rico Planning Board, Institute of Statistics, Tourism Company, Department of Economic Development and Commerce, Department of Labor and Human Resources and the U.S. Bankruptcy Court for the District of Puerto Rico

Puerto Rico Economic Activity Index (PR-EAI). During the cumulative period from January to September 2025 the PR-EAI recorded an average value of 127.6 which represents a reduction of 0.6% when compared to the same period last year 2024.

Puerto Rico Manufacturing - Purchasing Managers Index (PRM-PMI). During the cumulative period from January to November 2025 the PRM-PMI recorded an average value of 52.7, which represents a growth of 6.2% when compared to the same period last year 2024, signaling industrial activity expansion.

Construction Industry. During the cumulative period from January to November 2025, total cement production in Puerto Rico reached 8.195 million 94-pound bags, representing an increase of 7.9, or 602,000 additional bags, compared to the same period in 2024. Additionally, total cement sales reached 14.384 million bags, representing an increase of 6.7% or 899,000 additional bags, compared to the same period in 2024.

Tourism Industry. During the cumulative period from January to June 2025, total hotel registrations reached 1,355,321 - an increase of 5,351 or 0.4% more than last year 2024. For this same period the hotel occupancy rate averaged 74.3%, a reduction of 0.8 percentage points when compared to 2024. In terms of passenger traffic, during the cumulative period from January to June 2025, passenger traffic at Luis Muñoz Marín International Airport (SJU) reached the highest cumulative level on record, totaling 7,189,184 visitors. This represents an increase of 6.8% or 458,050 additional visitors, compared to the same period in 2024. Additionally, during the same accumulated period, cruise ship passengers reached 750,133 visitors - a reduction of 12.3% or 105,199 passengers.

Retail Sales. During the cumulative period from January to October 2025, the total retail sales in Puerto Rico reached \$43.351 billion dollars, an increase of 2.3% or \$988 million when compared to 2024.

Bankruptcies. During the cumulative period from January to November 2025, bankruptcies in Puerto Rico totaled 5,467 and increase of 4.3% or 223 when compared to the same period in 2024.

Consumer Price Index (CPI, Inflation). During the cumulative period from January to November 2025, the CPI recorded an average value of 138.203 which represents an inflation rate of 1.4% when compared to the same period last year 2024.



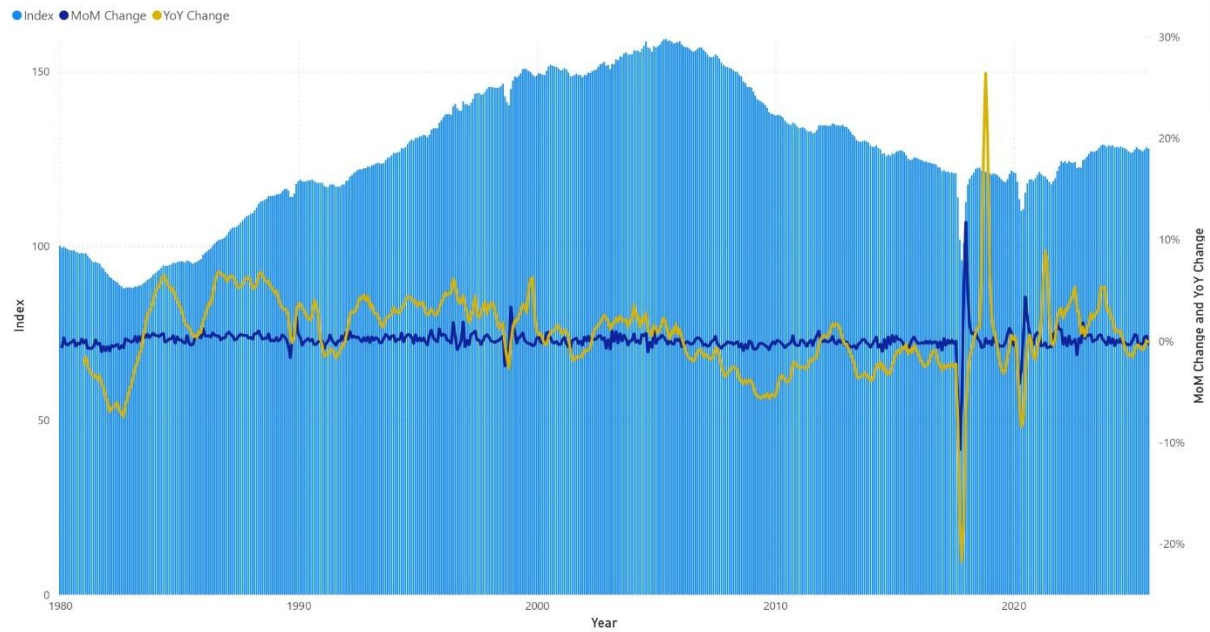
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Puerto Rico Economic Activity Index

Source: Puerto Rico Department of Economic Development and Commerce



Puerto Rico Cement Sales

Source: Puerto Rico Department of Economic Development and Commerce, Units: 000's, 94lb. bags & bulk





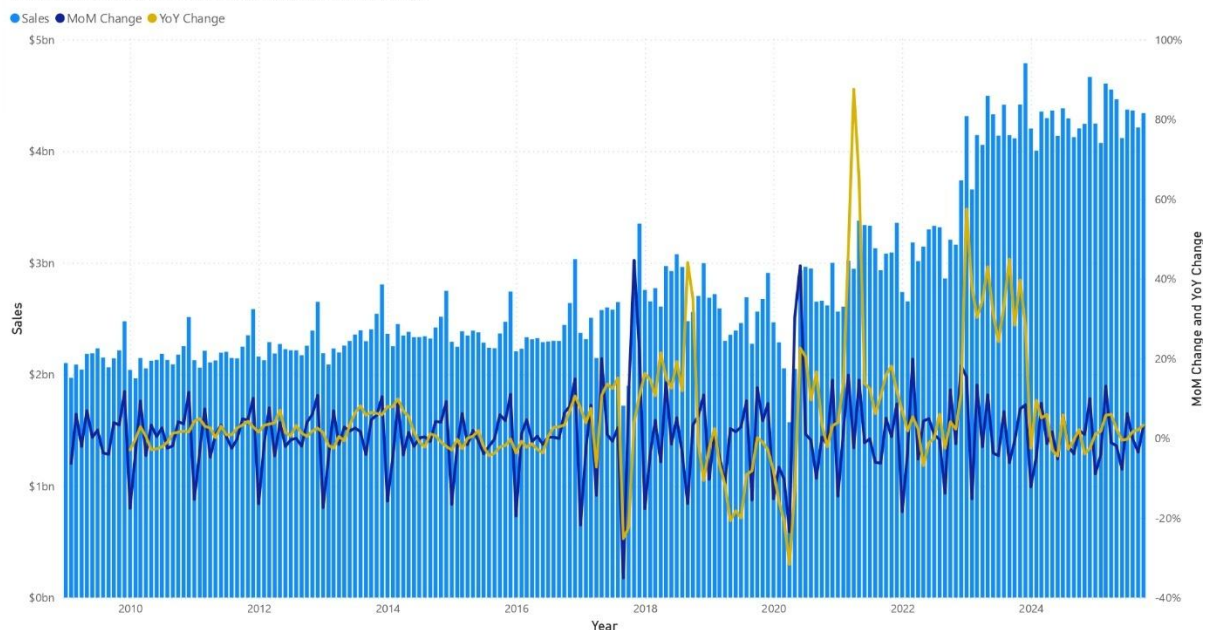
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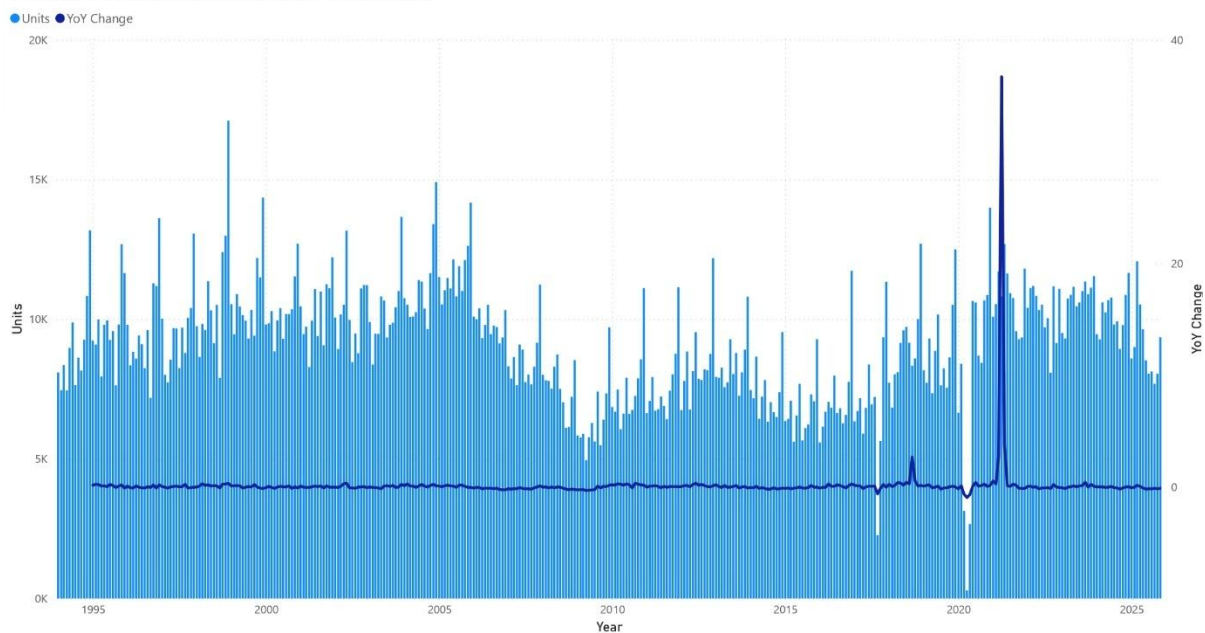
Puerto Rico Retail Sales

Source: Puerto Rico Department of Economic Development and Commerce



Puerto Rico Auto Sales

Source: Grupo Unido de Importadores de Automóviles de Puerto Rico (GUIA)





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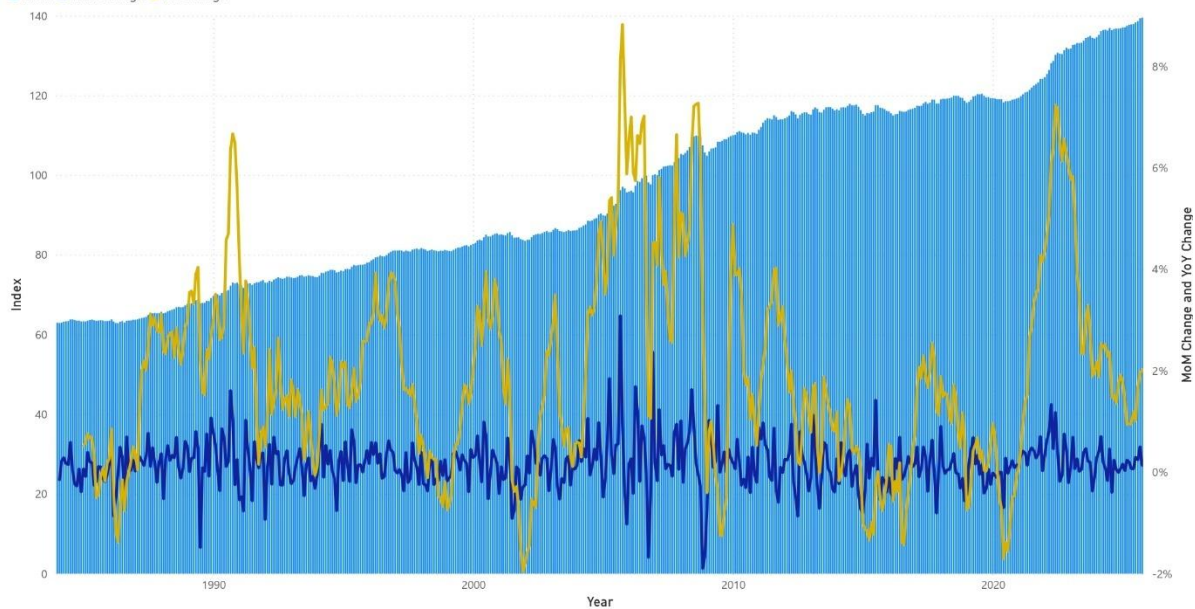
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Puerto Rico Consumer Price Index (CPI)

Source: Puerto Rico Department of Labor and Human Resources

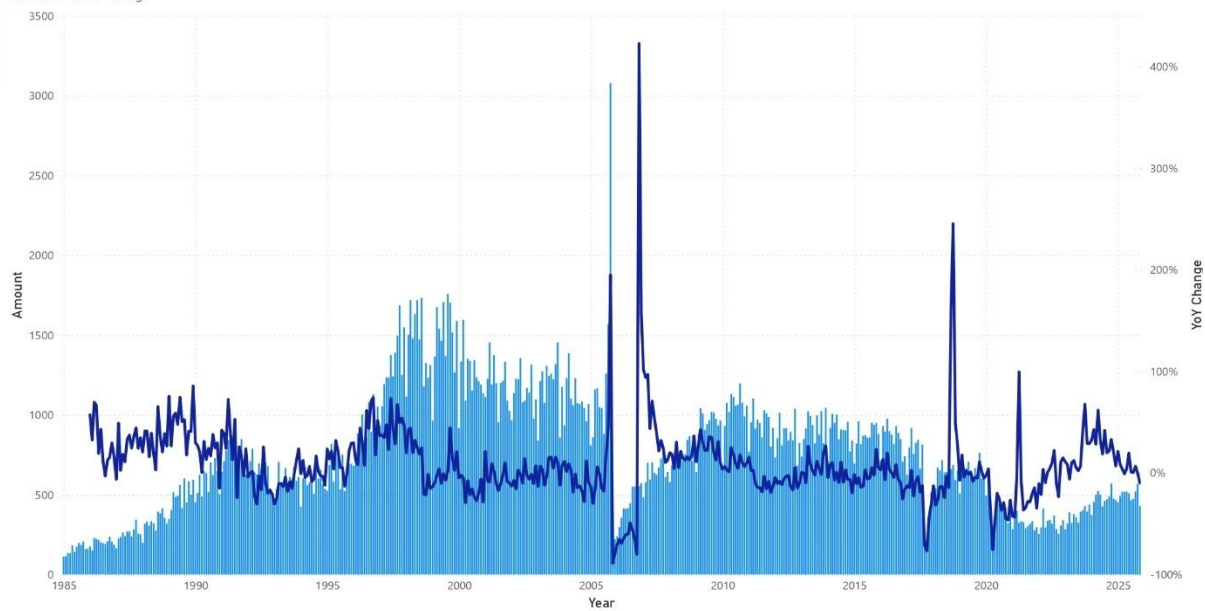
● Index ● MoM Change ● YoY Change



Puerto Rico Total Bankruptcies

Source: U.S. Bankruptcy Court for the District of Puerto Rico

● Amount ● YoY Change



Commercial Trade:

Source: Puerto Rico Institute of Statistics

Exports and Imports. For the cumulative period from January to September 2025, total exports amounted to \$48.436 billion, representing an increase of 3.6% or \$1.681 billion in additional exports, compared to the same period in 2024. Imports totaled \$42.233 billion, also reflecting an increase of 5.3% or \$2.113 billion. The trade balance for the cumulative period amounted to \$6.202 billion, reflecting a reduction of 6.5% or \$432 million, compared to the same period in 2024. The total accumulated commercial trade of Puerto Rico for this accumulated period, when adding total exports and imports, was \$90.669 billion.

Top Exports by Industry (NAICS). The top exports in Puerto Rico by industry were Pharmaceutical and Medicine Manufacturing 72.32% (\$43.864 billion), Medical Devices 9.55% (\$5.794 billion), Other Special Classification Provisions 2.81% (\$1.704 billion), Navigational, Measuring, Electromedical, and Control Instruments 2.07% (\$1.257 billion), and Electrical Equipment 1.77% (\$1.071 billion), during FY 2025.

Top Imports by Industry (NAICS). The top imports in Puerto Rico by industry were Pharmaceutical and Medicine Manufacturing 34.37% (\$19,374 billion), Petroleum and Coal Products 6.77% (\$3.817 billion), Motor Vehicles Manufacturing 6.54% (\$3.685 billion), Other Special Classification Provisions 4.15% (\$2.339 billion), and Medical Devices 2.96% (\$1.667 billion), during FY 2025.

Top Exports by Country. The top countries that Puerto Rico exports too were United States 68.08% (\$41.291 billion), Spain 7.48% (\$4.537 billion), Netherlands 5.45% (\$3.306 billion), Japan 3.61% (\$2.192 billion), and Italy 3.45% (\$2.094 billion), during FY 2025.

Top Imports by Country. The top countries that Puerto Rico imports from were United States 63.50% (\$35.795 billion), Ireland 5.80% (\$3.267 billion), Singapore 3.21% (\$1.810 billion), Portugal 2.09% (\$1.179 billion), and Italy 2.09% (\$1.179 billion), during FY 2025.



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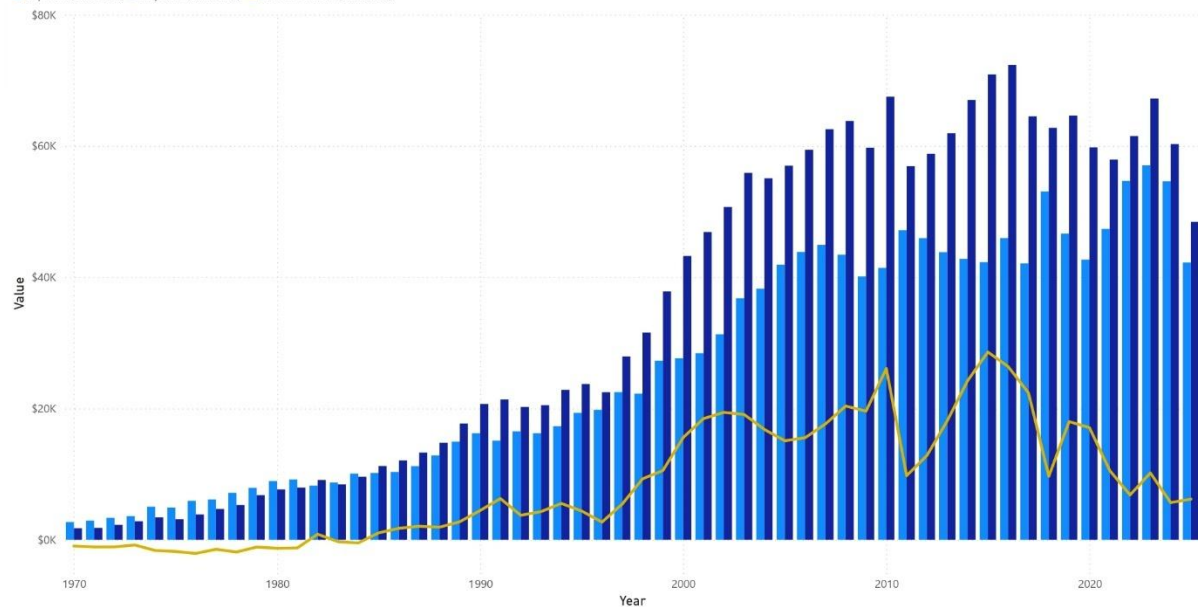
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Puerto Rico Commercial Trade

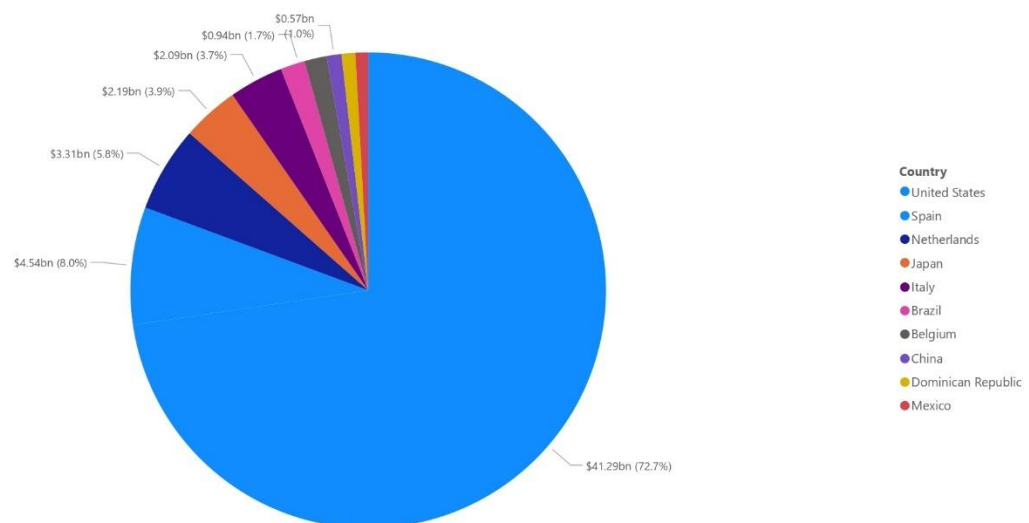
Source: Puerto Rico Institute of Statistics, Unit: U.S. Dollars (\$)

● Imports (million \$) ● Exports (million \$) ● Trade Balance (million \$)



Puerto Rico Top Exports by Country

Source: Puerto Rico Institute of Statistics, Unit: U.S. Dollars (\$), Year: Puerto Rico Fiscal Year 2025





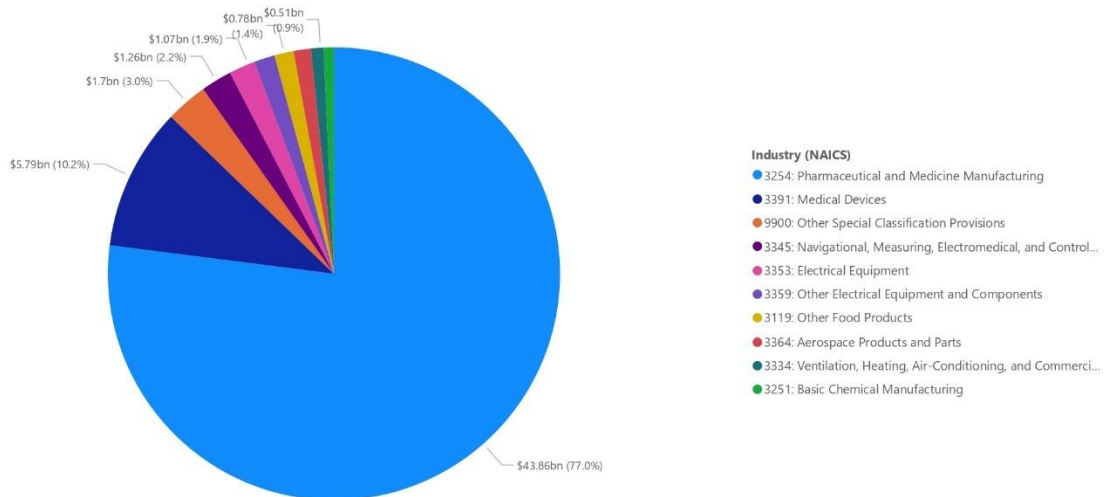
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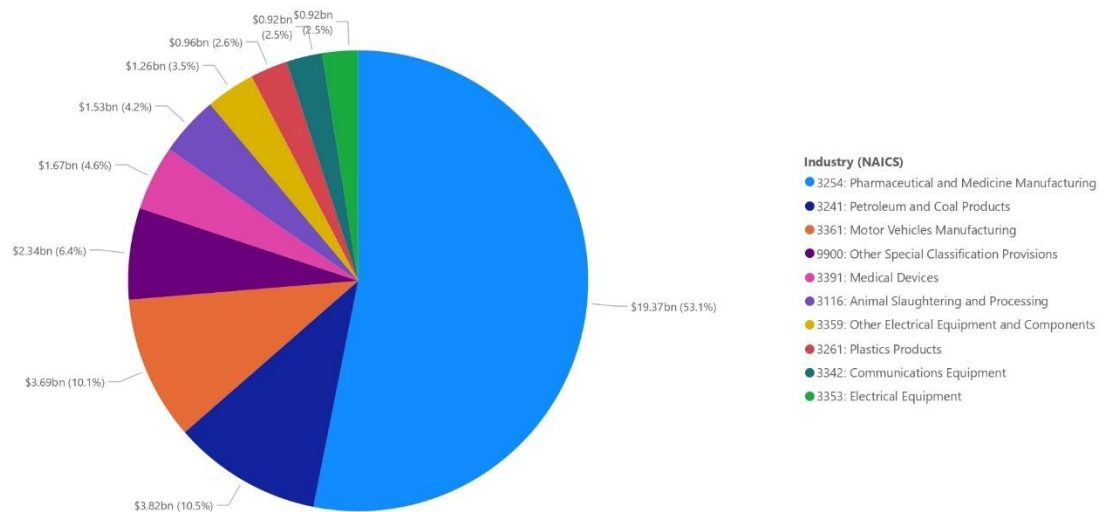
Puerto Rico Top Exports by Industry (NAICS)

Source: Puerto Rico Institute of Statistics, Unit: U.S. Dollars (\$), Year: Puerto Rico Fiscal Year 2025



Puerto Rico Top Imports by Industry (NAICS)

Source: Puerto Rico Institute of Statistics, Unit: U.S. Dollars (\$), Year: Puerto Rico Fiscal Year 2025



Social Indicators:

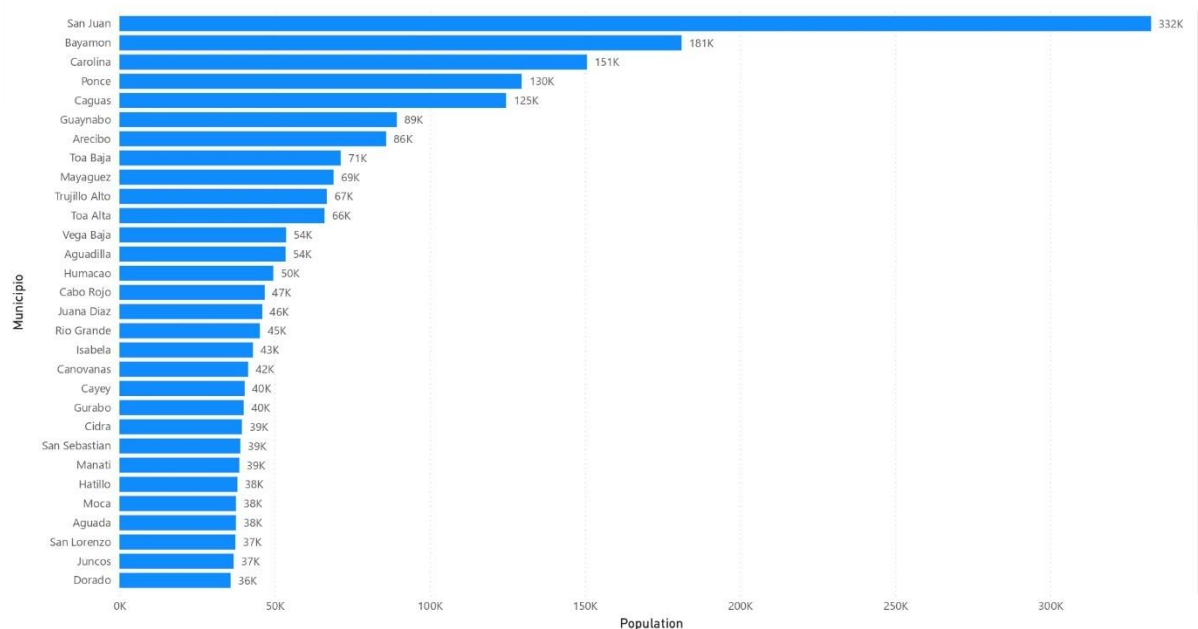
Source: U.S. Census Bureau, American Community Survey (ACS)

Total Population. According to the 2024 ACS, the total population of Puerto Rico reached 3.203 million individuals. This represents a reduction of 0.07% when compared to 2023. In real terms, the population remained constant between 2023 and 2024. The population of Ages 0 to 14 decreased from 12.00% to 11.63%, Ages 15 to 14 decreased from 63.75% to 63.65%, and Ages 65 and Above increased from 24.24% to 24.72% of the total population.

Population by Municipio. The largest Municipios in Puerto Rico by population were San Juan (332,454), Bayamón (181,152), Carolina (150,679), Ponce (129,659), Caguas (124,628), Guaynabo (89,405), Arecibo (85,971), Toa Baja (71,332), Mayagüez (69,044), and Trujillo Alto (66,816).

Population by State. Puerto Rico reported a larger population than the following U.S. States: Arkansas (3,088,354), Kansas (2,970,606), Mississippi (2,943,045), New Mexico (2,130,256), Nebraska (2,005,465), Idaho (2,001,619), West Virginia (1,712,278), Hawaii (1,446,146), New Hampshire (1,409,032), Maine (1,405,012), Montana (1,137,233), Rhode Island (1,112,308), Delaware (1,051,917), South Dakota (924,669), North Dakota (796,568), Alaska (740,133), the District of Columbia (702,250), Vermont (648,493), and Wyoming (587,618).

Puerto Rico Population by Municipio
Source: U.S. Census Bureau, Unit: Persons





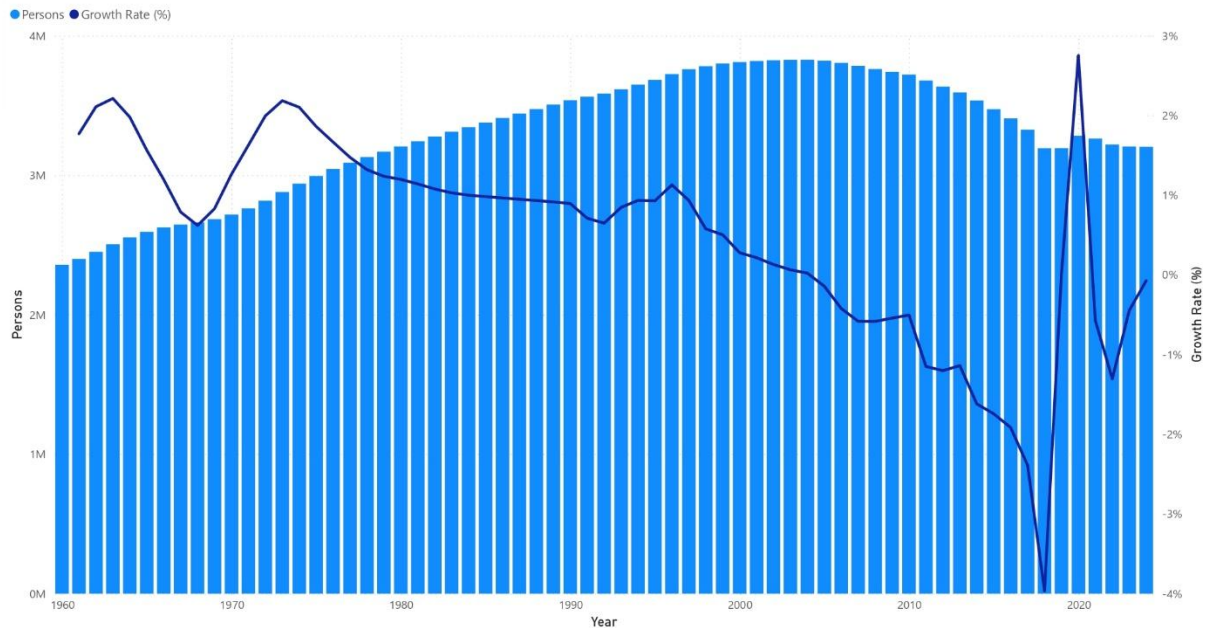
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Puerto Rico Population

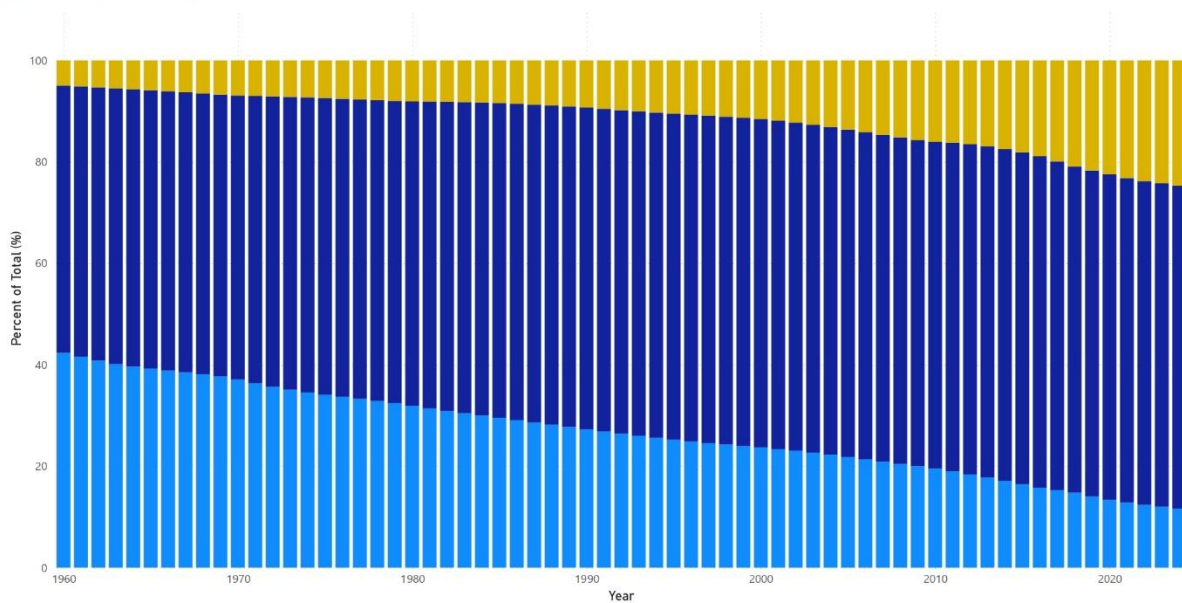
Source: U.S. Census Bureau, Unit: Persons



Puerto Rico Population Distribution

Source: U.S. Census Bureau, Unit: Percentage (%)

● Ages 0 to 14 ● Ages 15 to 64 ● Ages 65 and Above



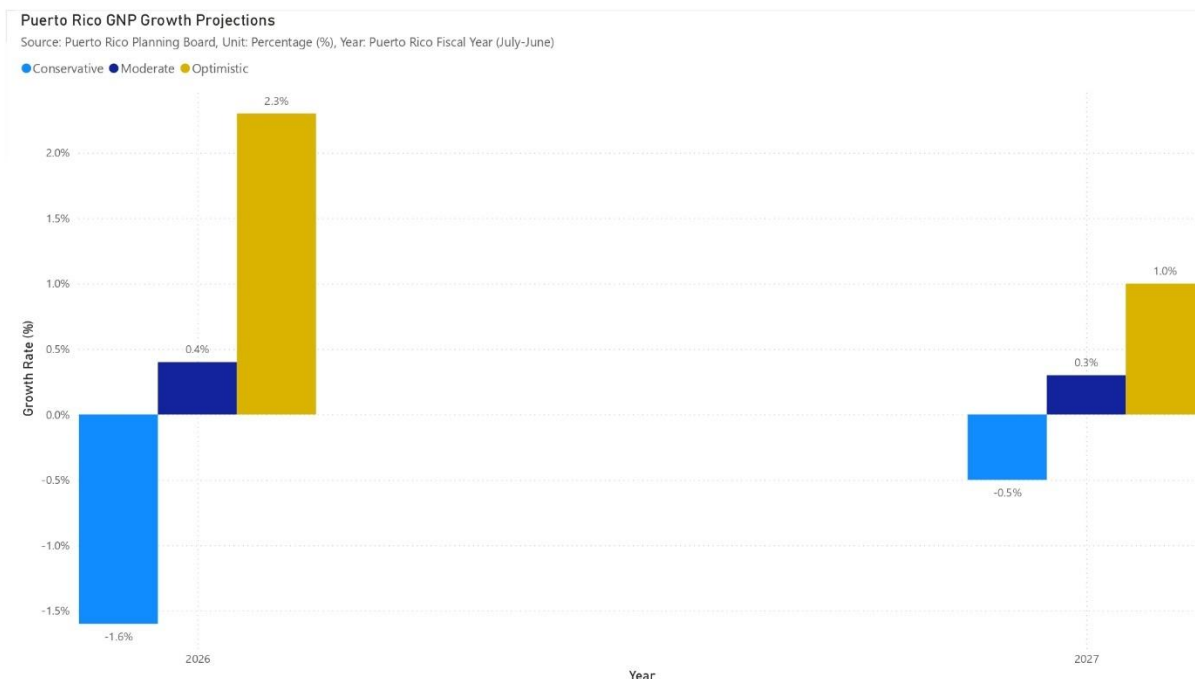
Economic Projections:

Source: Puerto Rico Planning Board (PRPB), Puerto Rico Fiscal Year (July-June)

Economic Projections. The following are the short-term macroeconomic projections for Puerto Rico for fiscal years 2026 and 2027, published in October 2026 by the PRPB, based on a set of economic assumptions and scenario analyses.

For **fiscal year 2026**, real GDP growth is projected to range from **2.3% under an optimistic scenario**, to **0.4% under the baseline scenario**, and to a contraction of **1.6% under a pessimistic scenario**. These projections assume real U.S. GDP growth of 2.3% according to the Planning Board and 2.7% according to the Congressional Budget Office, a Federal Reserve interest rate of 3.8%, an average oil price of \$85.19 per barrel, and a population level of approximately 2.96 million people. Additional assumptions include total federal mitigation funds of \$69.23 billion as established in the approved fiscal plan of June 2025, export growth of 3.6%, an 8.0% increase in visitor spending, a 2.1% increase in federal transfers to individuals, local inflation of 1.3% based on the CPI accumulated through August 2025, U.S. inflation of 2.8% for the period August 2024 to June 2025, and projected global economic growth of 3.1% according to the IMF.

For **fiscal year 2027**, real GDP growth is expected to moderate further, with projections ranging from **1.0% under the optimistic scenario**, to **0.3% under the baseline scenario**, and to a decline of **0.8% under the pessimistic scenario**. The underlying assumptions remain broadly consistent with the prior year, including real U.S. GDP growth of 2.3% based on the Planning Board and 2.7% according to the Congressional Budget Office, a Federal Reserve interest rate of 3.8%, an average oil price of \$86.67 per barrel, and a population of approximately 2.92 million people. Total federal mitigation funds are assumed to increase to \$70.93 billion, while exports are projected to decline by 0.9%, visitor spending to grow by 2.7%, and federal transfers to individuals to increase by 2.4%. U.S. inflation is assumed at 3.5% in line with the approved fiscal plan of June 2025. These projections are subject to revision, reflecting the elevated level of economic uncertainty.



Conclusion. During the year 2025 the economy of Puerto Rico demonstrated signs of good economic performance backed by its GDP growth, job creation, low unemployment rate, sustained economic activity in its manufacturing, tourism and construction sector, and an increase in commercial trade (exports and imports). Still, there are some challenges in the economy driven by the rising cost of living and operating costs for businesses, reduction in population and increase in the share of aging population. There is optimism for the economy of Puerto Rico to continue to grow during the following years 2026 and 2027. Efforts driven by the Government of Puerto Rico to promote *reshoring*, facilitate the *ease of doing business*, simplifying the permitting system, execute a tax reform, and prioritize initiatives that foster *economic growth*, are all measures that will enable growth for Puerto Rico's economy.

Puerto Rico Economic Report **End of Year 2025**

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