

LABOR SITUATION

Office of Research Scott D. Jackson, Commissioner

FOR IMMEDIATE RELEASE

May 2017 Data CT Unemployment Rate = 4.9% US Unemployment Rate = 4.3%

Nonfarm jobs climb 6,700 in May; unemployment rate steady at 4.9%

WETHERSFIELD, June 15, 2017 – Preliminary Connecticut nonfarm job estimates from the business payroll survey administered by the US Bureau of Labor Statistics (BLS) show the state gained 6,700 net jobs (0.4%) in May 2017, to a level of 1,688,300, seasonally adjusted. Over the year, nonagricultural employment in the state grew by 11,000 jobs (0.7%). April's originally-released job loss of 1,500 was revised down further by 1,600 to a loss of 3,100. Connecticut's unemployment rate for May remained unchanged at 4.9% - four tenths of a point lower than it was a year ago. The number of the state's unemployed residents increased by 1,501 in May seasonally adjusted, while the number of residents employed grew by 5,313. Resident employment estimates include the self-employed and residents working out of state and are determined separately from the nonfarm job estimates above.

"May payroll job estimates show a sharp increase over April and job growth through May is far ahead of last year's pace," said Andy Condon, Director of the Office of Research. "Our unemployment data continues to show growth in the labor force indicating that workers are entering or rejoining the labor force and most are finding employment."

Nonfarm Jobs Detail (business establishment survey)

Private sector employment grew by 6,000 (0.4%, 1,454,400 jobs) in May, and remains up over the year by 15,300 jobs (1.1%). Although the **government** *supersector* grew (700, 0.3%, 233,900) last month, it remains down over the year (-4,300, -1.8%). The **government** *supersector*, which includes all federal, state and local employment, including public higher education and Native American casinos located on tribal land, remains the largest source of job losses in 2017.

Seven of the ten major industry *supersectors* grew jobs in May 2017 while three declined. The **private education** and health services (3,200, 1.0%, 333,400 jobs) industry *supersector* was the biggest job generator in May. The educational services segment (2,100, 3.3%, 65,500) was the main source of this growth, but health services (1,100, 0.4%, 267,900) was positive as well. **Private education and health services** lead in job growth magnitude over the year (6,100, 1.9% OTY). This was followed by the **leisure and hospitality** (1,600, 1.0%, 158,000 jobs) and **professional and business services** (1,600, 0.7%, 217,100 jobs) both adding 1,600 positions. The **financial activities** *supersector* (800, 0.6%, 132,600) was also higher in May 2017. While the overall **government** *supersector* (700, 0.3%, 233,900) posted a gain in May, the state government portion was still lower (-500, -0.8%, 65,400) over the month. The **other services** (500, 0.7%, 67,700 positions) *supersector* added a small number of jobs and now leads in percentage job growth (3,200, 5.0% OTY) since May 2017. **The trade, transportation & utilities** (300, 0.1%, 297,100 jobs) industry *supersector* was just slightly higher last month.

Manufacturing (-900, -0.6%, 155,800 jobs) was the largest declining industry *supersector* of the three that lost jobs in May 2017. This important industry is only slightly lower (-300, -0.2% OTY) over the year. **Construction and mining** (-600,-1.0%, 61,700) was next in losses last month, with building industries coming off a big 2,600 gain in April. A smaller job loss of 500 from the **information** (-500, -1.6%, 31,000 jobs) industry *supersector* rounded out declining industries for the month. The **information** (-1,300, -4.0%, OTY) *supersector* now leads in percentage losses over the year.

Connecticut has now recovered 79.0% (94,100, or an average of 1,082 jobs per month) of the 119,100 seasonally adjusted jobs lost in the Great Recession (3/08-2/10). The job recovery is into its 87th month and the state needs an additional 25,000 jobs to reach an employment expansion. The state's private sector has recovered at faster pace, regaining 96.6% (107,900 or about 1,240 per month) of the 111,700 private sector jobs lost in that same employment downturn. Just 3,800 more jobs are needed to be added to have a fully recovered private sector. The **government** *supersector* has lost a total of 21,200 positions since the recession began in March 2008. This includes an additional 13,800 jobs lost since the state's overall nonfarm employment recovery began in February

2010 – hindering the recovery.

Connecticut Labor Market Areas (LMAs): Please note: The Bureau of Labor Statistics has added Waterbury and Danbury back to the list of labor market areas with seasonally adjusted data. Four Connecticut regional Labor Market Areas were up in employment, while two were lower in May 2017. The *Bridgeport-Stamford-Norwalk LMA* (3,700, 0.9%, 412,800 jobs), the *Hartford-West Hartford-East Hartford LMA* (2,700, 0.5%, 576,000), the *New Haven LMA* (2,200, 0.8%, 284,300 positions), and the *Waterbury LMA* (500, 0.7%, 67,500) were all higher in job counts last month. The *Norwich-New London-Westerly LMA* (-1,000, -0.8%, 128,700) and the *Danbury LMA* (-600, -0.8%, 79,100) were both lower. The *Danbury LMA* (1,000, 1.28%, OTY) is still the fastest growing LMA in *percentage terms* while the *Hartford-West Hartford-East Hartford LMA* (7,100, 1.25% OTY) leads in *magnitude* since May 2016.

Note: Six major Connecticut LMAs are estimated independently from the statewide data by the BLS and cover more than 90% of the nonfarm employment in the state. Thus, estimates will not fully sum to the statewide total.

Hours and Earnings: The private sector workweek, not seasonally adjusted, averaged 33.6 hours in May 2017, down four-tenths of an hour from the same month a year ago (34.0). Average hourly earnings at \$30.92, not seasonally adjusted, were up \$0.21, or 0.7%, from the May 2016 estimate (\$30.71). The resultant average private sector weekly pay amounted to \$1,038.91, down \$5.23, or 0.5% lower than a year ago. The 12-month percentage change in the Consumer Price Index for All Urban Consumers (CPI-U, U.S. City Average, not seasonally adjusted) in May 2017 was 1.9%. Information for the manufacturing production workweek and earnings can be found in the table section of this release under the "Hours and Earnings" data category. *Current all-employee private sector hours and earnings estimates can be volatile due to fluctuating sample responses.*

Labor Force Data (residential household survey)

The May 2017 unemployment rate for Connecticut estimated at **4.9%** (seasonally adjusted), unchanged from April 2017 and down four-tenths of a percentage point from a year ago when it was 5.3%. The U.S. jobless rate in April 2017 was 4.3%.

Unemployment: Based on the Local Area Unemployment Statistics model (LAUS - a statistical model using the CPS – the Current Population Survey residential data), the number of Connecticut unemployed residents, seasonally adjusted, increased by 1,501 (1.6%) over the month to 95,147 in May. Over the year, the number of the state's jobless residents has decreased by 5,498 (-5.5%). The state's labor force increased 6,814 (0.4%) over the month, and continues to expand over the year (36,846, 1.9%). We have seen increases in the labor force every month this year. Both residential employment and unemployment have increased. This indicates that the state is seeing new and returning workers to the labor force and most are finding work.

May 2017 seasonally adjusted average weekly initial unemployment claims for first-time filers in Connecticut decreased by 491 claimants (14.1%) to 3,974 from April 2017, and were higher by 63 claims (1.6%) from the May 2016 level of 3,911.

The nonfarm employment estimate, derived from a survey of businesses, is a measure of jobs in the state; the unemployment rate and labor force estimates are based on a household survey, and measure the work status of people who live in Connecticut. Overall, as the national and state economies recover, volatility in monthly numbers can be expected. **Job and employment estimates are best understood in the context of their movement over several months rather than observed changes in a single month's value.**

Next Connecticut Labor Situation release: Thursday, July 20, 2017 (June 2017 data)

Contact: Communications Office (860) 263-6535 06-15-17

Labor market information is available on the Internet at www.ctdol.state.ct.us/lmi 200 Folly Brook Boulevard, Wethersfield, CT 06109-1114 - www.ct.gov/dol An Equal Opportunity/Affirmative Action Employer

NONFARM EMPLOYMENT

Jobs - by Place of Work

CONNE	CTICUT May 2017 P	AND THE April 2017 R	UNITED S March 2017	STATES - S February 2017	Seasonally May 2016	•	<i>l</i> Month Rate	Over Y Change	
CONNECTICUT	1,688,300	1,681,600	1,684,700	1,684,100	1,677,300	6,700	0.4%	11,000	0.7%
Total Private	1,454,400	1,448,400	1,451,000	1,450,500	1,439,100	6,000	0.4%	15,300	1.1%
Goods Producing Industries									
Mining	600	600	600	600	600	0	0.0%	0	0.0%
Construction	61,100	61,700	59,100	59,300	59,100	-600	-1.0%	2,000	3.4%
Manufacturing	155,800	156,700	156,600	155,700	156,100	-900	-0.6%	-300	-0.2%
Durable Goods	121,100	121,900	122,600	122,000	122,600	-800	-0.7%	-1,500	-1.2%
Nondurable Goods	34,700	34,800	34,000	33,700	33,500	-100	-0.3%	1,200	3.6%
Service Providing Industries									
Trade, Transportation & Utilities	297,100	296,800	299,300	300,600	298,400	300	0.1%	-1,300	-0.4%
Wholesale	62,600	62,900	63,500	63,800	62,700	-300	-0.5%	-100	-0.2%
Retail	181,900	181,900	182,900	183,000	184,400	0	0.0%	-2,500	-1.4%
Transp, Warehousing & Utilities	52,600	52,000	52,900	53,800	51,300	600	1.2%	1,300	2.5%
Information	31,000	31,500	31,500	31,200	32,300	-500	-1.6%	-1,300	-4.0%
Financial Activities	132,600	131,800	131,200	131,100	129,800	800	0.6%	2,800	2.2%
Finance & Insurance	111,900	111,200	110,700	110,800	109,900	700	0.6%	2,000	1.8%
Real Estate, Rental & Leasing	20,700	20,600	20,500	20,300	19,900	100	0.5%	800	4.0%
Professional & Business Services	217,100	215,500	218,700	218,600	217,700	1,600	0.7%	-600	-0.3%
Prof, Scientific & Tech Services	98,500	98,600	98,500	97,600	96,900	-100	-0.1%	1,600	1.7%
Management of Companies	32,000	32,000	32,000	31,900	33,100	0	0.0%	-1,100	-3.3%
Admn & Support & Waste Mgt Serv	86,600	84,900	88,200	89,100	87,700	1,700	2.0%	-1,100	-1.3%
Educational & Health Services	333,400	330,200	330,800	331,800	327,300	3,200	1.0%	6,100	1.9%
Educational Services	65,500	63,400	64,300	64,100	63,800	2,100	3.3%	1,700	2.7%
Health Care & Social Assistance	267,900	266,800	266,500	267,700	263,500	1,100	0.4%	4,400	1.7%
Leisure and Hospitality	158,000	156,400	156,000	155,600	153,300	1,600	1.0%	4,700	3.1%
Arts, Entertainment & Recreation	29,200	26,700	26,200	26,600	27,200	2,500	9.4%	2,000	7.4%
Accommodation & Food Services	128,800	129,700	129,800	129,000	126,100	-900	-0.7%	2,700	2.1%
Other Services	67,700	67,200	67,200	66,000	64,500	500	0.7%	3,200	5.0%

LABOR MARKET AREAS (LMA)

233,700

146,135,000 145,997,000 145,823,000 145,773,000 143,869,000 138,000

233,600

238,200

700

0.3%

0.1%

-4,300

2,266,000

-1.8%

1.6%

233,900

233,200

Labor Market Area employment estimates are made independently of Statewide estimates.

	May	April	March	February	May	Over	Month	Over Y	ear
Seasonally Adjusted data	2017 P	2017 R	2017	2017	2016	Change	Rate	Change	Rate
Bridgeport-Stamford-Norwalk	412,800	409,100	408,300	409,600	409,800	3,700	0.9%	3,000	0.7%
Danbury	79,100	79,700	79,300	79,100	78,100	-600	-0.8%	1,000	1.3%
Hartford	576,000	573,300	573,900	571,900	568,900	2,700	0.5%	7,100	1.2%
New Haven	284,300	282,100	281,000	281,200	281,800	2,200	0.8%	2,500	0.9%
Norwich-New London-Westerly, RI	128,700	129,700	130,100	129,800	128,500	-1,000	-0.8%	200	0.2%
Waterbury	67,500	67,000	67,000	66,900	67,600	500	0.7%	-100	-0.1%
Not Seasonally Adjusted data (Non-	Classified Ar	eas, State es	stimated not	t BLS)					
Enfield	45,000	45,300	44,500	44,700	44,900	-300	-0.7%	100	0.2%
Torrington-Northwest	33,000	32,300	31,700	31,500	33,300	700	2.2%	-300	-0.9%
Danielson-Northeast	27,500	27,100	27,000	26,800	27,400	400	1.5%	100	0.4%
* Less than 0.05% ** Includes Native Ame	erican tribal gove	ernment employ	ment	Р	e Preliminary	,	R = Revised		

Starting with March, 2011, our monthly statewide and major LMA nonfarm job estimates have been taken over by the US Department of Labor Bureau of Labor Statistics. This is the final phase of transition in this program, which began in 2008. As a result of changes in the estimation procedures, you are likely to see more variability in month-to-month estimates of job counts. Caution should be used in interpreting any single month's estimate. The data are best interpreted to identify trends and cycles over several months and quarters. If you have any questions about these changes, please email us at: dol.lmi@ct.gov. Danbury and Waterbury LMA's are now back to being seasonally adjusted.

Government**

UNITED STATES

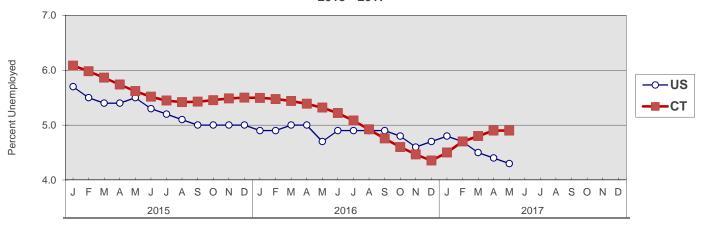
UNEMPLOYMENT

Persons Unemployed - by Place of Residence

CONNECTICUT AND THE UNITED STATES - Seasonally Adjusted

	May 2017 P	May 2016 R	Change	April 2017 R
	Number Rate	Number Rate	Number Points	Number Rate
CONNECTICUT				
Unemployed	95,100 4.9	9 100,600 5.3	3 -5,500 -0.4	93,600 4.9
Labor Force	1,929,300	1,892,500	36,800	1,922,500
UNITED STATES				
Unemployed	6,861,000 4.3	3 7,451,000 4.7	-590,000 -0.4	7,056,000 4.4
Labor Force	159,784,000	158,510,000	1,274,000	160,213,000

U.S. AND CONNECTICUT UNEMPLOYMENT RATES - Seasonally Adjusted 2015 - 2017



LABOR MARKET AREAS - Not Seasonally Adjusted May 2016 D

	May 2017 P		May 2016 R		Change		April 2017	r.
-	Number	Rate	Number	Rate	Number	Points	Number	Rate
Bridgeport-Stamford								
Danbury								
Danielson-Northeast*								
Worcester NECTA	R	elease of	the May 2017	sub-state	labor force d	lata is rest	ricted by	
Hampton			Bureau of Labo				•	
Enfield			d Connecticut			•	•	
Hartford	_	o.p			site at that tin			
New Haven		1	nttp://www1.ctd					
Norwich-New London		-	10000	ion state.	100.000/11111/1000	<u>sibitipai</u> .		
Torrington-Northwest**								
Torrington NECTA								
Litchfield								
Waterbury								
CONNECTICUT	92,900	4.8	97,100	5.1	-4,200	-0.3	89,200	4.7
UNITED STATES	6,572,000	4.1	7,207,000	4.5	-635,000	-0.4	6,555,000	4.1

P = Preliminary R = Revised

Labor force data included in this publication are developed in cooperation with the U.S. Department of Labor, Bureau of Labor Statistics.

May 2017 D

April 2017 D

UNEMPLOYMENT RATES

Not Seasonally Adjusted

Release of the May 2017 sub-state labor force data is restricted by the U.S. Bureau of Labor Statistics until Friday, June 16, 2017. An updated *Connecticut Labor Situation* with these data will be available on our website at that time at: http://www1.ctdol.state.ct.us/lmi/laborsit.pdf.

HOURS AND EARNINGS

CONNECTICUT Statewide - Not Seasonally Adjusted

	Average Weekly Earnings			Average Weekly Hours				Average Hourly Earnings			ings	
	May 2017 P	May 2016	Change over Yr.	April 2017 R	May 2017 P	-	Change over Yr.		May 2017 P	May 2016	Change over Yr.	
Private Industry All Employees	\$1,038.91	\$1,044.14	-\$5.23	\$1,065.93	33.6	34.0	-0.4	33.7	\$30.92	\$30.71	\$0.21	\$31.63
Manufacturing* Production Workers	\$1,013.88	\$1,208.06	-\$194.18	\$997.95	42.0	42.9	-0.9	40.6	\$24.14	\$28.16	-\$4.02	\$24.58
* Production worker data have	e been impac	ted by the los	s of a large,	high-paying ma	anufacture	r from tl	he monthly	sample.				

P = Preliminary R = Revised

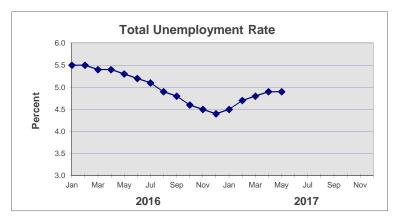
Hours and earnings are also developed for the state's major industry sectors and Labor Market Areas. They can be found on our website at: www.ctdol.state.ct.us/lmi.

TRENDS

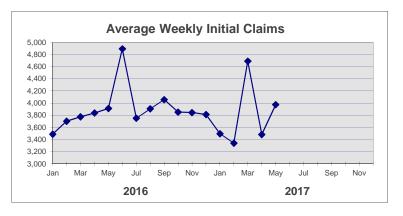
Seasonally Adjusted

_	Nonfarm Employment (000s)	Total Unemployment Rate
2016 Jan	1,677.8	5.5
Feb	1,680:3	5.5
Mar	1,683.8	5.4
Apr	1,677.7	5.4
May	1,677.3	5.3
Jun	1,678.8	5.2
Jul	1,680.6	5.1
Aug	1,681.2	4.9
Sep	1,681.4	4.8
Oct	1,679.2	4.6
Nov	1,678.2	4.5
Dec	1,677.5	4.4
2017	4 004 0	4.5
Jan	1,684.0	4.5
Feb	1,684.1	4.7
Mar	1,684.7	4.8
Apr	1,681.6 R	4.9 R
May	1,688.3 P	4.9 P
Jun Jul		
Aug Sep		
Oct Nov		
Dec		

	Nonfarm Empl	loyment
Thousands	1,690.0 1,688.0 1,686.0 1,682.0 1,680.0 1,678.0	SA 3 MMA
	1,676.0 1,674.0 1,672.0 1,670.0 Jan Mar May Jul Sep Nov 2016	Jan Mar May Jul Sep Nov 2017









P = Preliminary

R = Revised

^{**} Labor-management dispute