

## Economic Overview And Outlook: Alabama

### JOBS

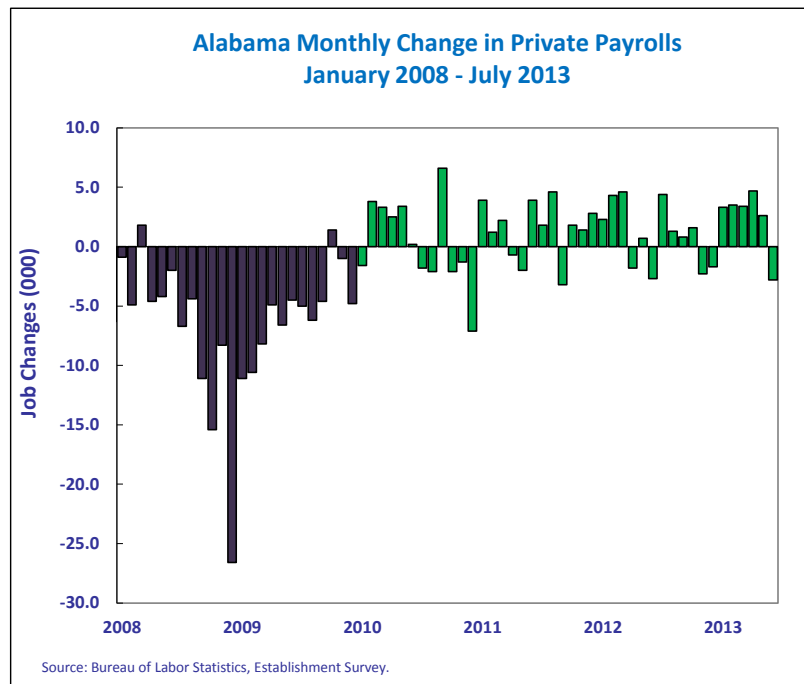
- Including July, the private sector has gained jobs nationwide for 41 consecutive months.
- In Alabama, private sector employment fell by 9.5 percent from January 2008 to February 2010. Since February 2010, private sector employment has grown by 3.3 percent.
- In Alabama, employees in the construction, professional and business services, and information services sectors faced the largest job losses (as a percent of employment within an industry) over the recession. Since the beginning of 2010, the following sectors in Alabama have experienced the greatest employment increases: professional and business services; leisure and hospitality; and mining.\*
- As the economy continues its emergence from the Great Recession, service-providing industries are projected to add the most jobs between 2010 and 2020. The largest gains over this period are expected to occur in the healthcare and social assistance, professional and business services, and retail trade sectors. Job gains in the goods-producing sector of the economy will be led by the construction and mining industries while the number of manufacturing jobs is expected to fall.

### EMPLOYMENT

- The unemployment rate in Alabama was 6.3 percent in July 2013, up 2.6 percentage points from December 2007, but down from its most recent peak of 10.5 percent in December 2009.
- 135,000 residents were counted among the unemployed in Alabama during July 2013.
- In Alabama, initial claims for unemployment insurance benefits totaled 23,870 during July, up 24.6 percent from the previous month. Since peaking at 55,659 in December 2008, initial claims for unemployment insurance benefits have declined by 57.1 percent.

### EARNINGS

- Between the start of the recession in the 4th quarter of 2007 and the 3rd quarter of 2009, inflation-adjusted total personal income in the United States declined 4.6 percent. Most recently, in the 1st quarter of 2013, total personal income is 2.5 percent above its 4th quarter of 2007 level.



- Real per capita personal income (in 2005 \$) in Alabama was \$30,818.90 in the 1st quarter of 2013, down from \$30,889.10 in the 1st quarter of 2011.

### HOUSING

- After peaking in the first quarter of 2007, national home prices declined by 17.8 percent over 17 quarters. Between the second quarter of 2011 and the first quarter of 2013, the most recent quarter, national home prices rose by 2.4 percent.
- In Alabama, home prices have fallen by 9.6 percent over 16 quarters from their peak in the first quarter of 2009.
- As of the 2nd quarter of 2013, 1.8 percent of all mortgages, including 4.2 percent of subprime mortgages, were in foreclosure in Alabama.
- Housing starts in Alabama totaled 9,560 units (seasonally adjusted annual rate) in June 2013, a decrease of 21.3 percent from May.
- Within the South census region, which includes Alabama, sales of new single-family homes totaled 274,000 units in June 2013, an increase of 10.9 percent from May. Sales of existing single-family homes decreased 1.7 percent to 1,780,000 units (at seasonally adjusted annual rates) from May to June 2013.

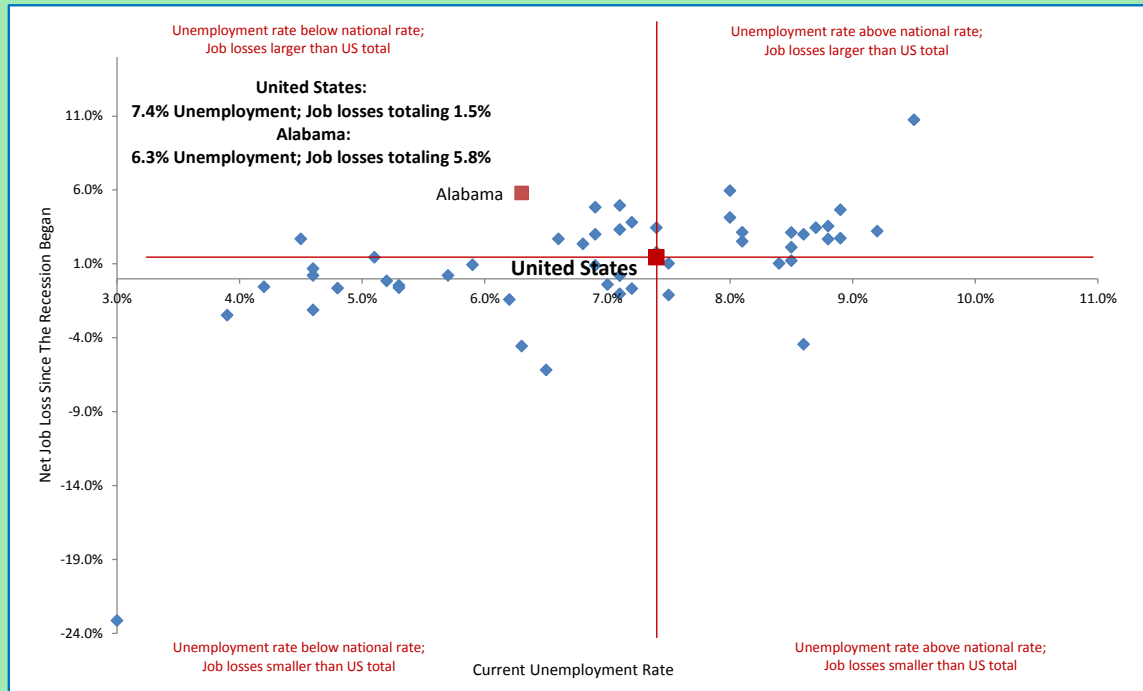
\* For Alabama-specific labor sector statistics, please refer to the Alabama office: <http://www2.dir.state.al.us/>

## How Does Alabama Compare To Other States?

Workers across the country were hard hit during the Great Recession. Although labor markets in many states have started recovering, employment in most states still remains below pre-recession levels. The chart below allows you to compare Alabama to other states using two metrics.

The current unemployment rate (measured along the horizontal axis) serves as a gauge of current labor market conditions faced by residents, while the proportion of jobs lost within Alabama since the start of the recession (shown along the vertical axis) measures the toll the recession took on the job supply in Alabama.

States falling in the upper right quadrant have lost a disproportionate share of jobs, relative to the total United States, and have unemployment rates higher than the national unemployment rate. States falling in the lower left quadrant are experiencing lower unemployment rates and smaller job losses than the national average.



### STATE QUICK FACTS

		Alabama	United States
<b>Unemployment Rates</b> .....	July 2010	8.8%	9.5%
	July 2011	8.9%	9.0%
	July 2012	7.6%	8.2%
	July 2013	6.3%	7.4%
<b>Percent of Population Who Are Veterans</b> .....	2012	10.8%	9.0%
<b>All Veterans' Unemployment Rate</b> .....	2012	5.6%	7.0%
<b>Post-9/11 Veterans' Unemployment Rate</b> .....	2012	6.7%	9.9%
<b>Median Household Income</b> .....	2007	\$ 45,789	\$ 54,489
	(2011 \$) 2011	\$ 42,590	\$ 50,054
<b>Poverty Rate</b> .....	2007	14.5%	12.5%
	2011	15.4%	15.0%
<b>No Health Insurance</b> .....	2007	11.7%	14.7%
	2011	13.0%	15.7%