



Connecticut Economic Update

November 18, 2016

Summary

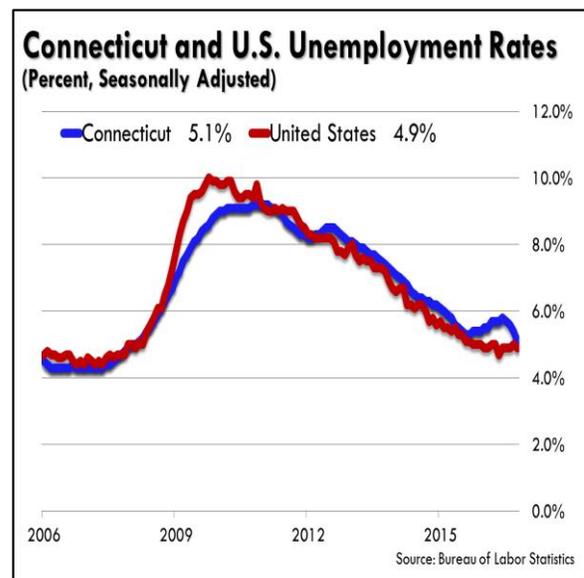
Nonfarm payroll employment in Connecticut declined by 7,200 jobs, and the unemployment rate fell to 5.1 percent in October according to data released by the Bureau of Labor Statistics (BLS).

Connecticut Unemployment Rate

During October, the unemployment rate in Connecticut declined by 0.3 percentage point to 5.1 percent. The number of people counted as unemployed fell by 5,296 in October to 97,855, while the labor force fell by 614 to 1,903,537. Among the 50 states and the District of Columbia, 28 posted lower unemployment rates for the month than Connecticut. A year earlier, the unemployment rate in Connecticut stood at 5.4 percent.

The 10-year peak for the unemployment rate in Connecticut was 9.2 percent in February 2011. The series high for the unemployment rate in Connecticut occurred in January 1976 when the unemployment rate reached 10.0 percent. The 10-year low for the unemployment rate in Connecticut was 4.3 percent in May 2007. The series low for the unemployment rate in Connecticut occurred in October 2000 when the unemployment rate was 2.2 percent. BLS began publishing the state unemployment rate series in 1976.

The national unemployment rate declined by 0.1 percentage point to 4.9 percent in October. October's unemployment rate was 0.1 percentage point lower than a year earlier. The 10-year high for the national unemployment rate was 10.0 percent in October 2009. The 10-year low was 4.4 percent in May 2007.



Connecticut Payroll Employment

Connecticut nonfarm payrolls declined by 7,200 jobs, or 0.43 percent, on a seasonally adjusted basis during October. In the prior month, nonfarm payrolls declined by 6,600. Over the past 12 months, nonfarm payrolls in Connecticut increased by 3,200, or 0.19 percent. Connecticut nonfarm payroll employment has increased in 7 of the past 12 months.

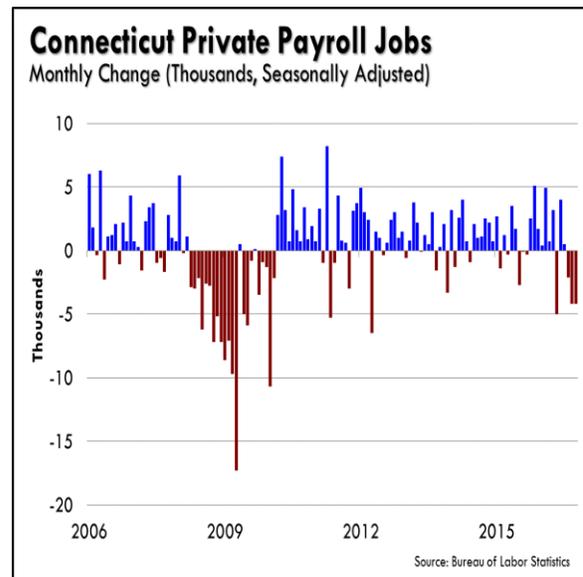
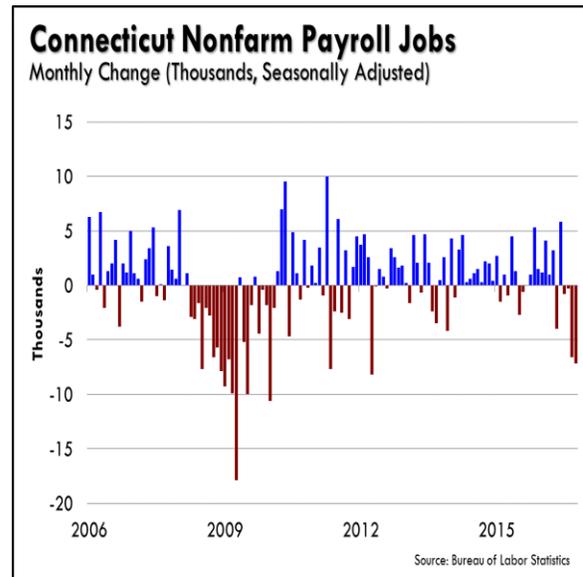
Nationally, nonfarm payrolls increased by 161,000 jobs in October, or 0.11 percent. Over the 12-month period ending October 2016, nonfarm payrolls grew by 2,357,000 jobs, or 1.65 percent. Connecticut ranks 41st among the 50 states and the District of Columbia for percentage gain in nonfarm payroll employment over the past 12 months.

During October, Connecticut private-sector payrolls declined by 4,200, or 0.29 percent. Private-sector payrolls declined by 4,200 jobs in the prior month. Over the past 12 months, private-sector payrolls in Connecticut increased by 5,000, or 0.35 percent. Connecticut private-sector payroll employment has increased in 8 of the past 12 months.

Nationally, private-sector payroll jobs increased by 142,000 jobs in October, or 0.12 percent. Over the past 12 months, the nation's economy has added 2,149,000 jobs in the private-sector, an increase of 1.78 percent.

Connecticut ranks 40th among the 50 states and the District of Columbia for percentage gain in private-sector payroll employment over the past 12 months.

During October, total government payroll employment in Connecticut declined by 3,000, or 1.26 percent. Federal government payroll employment declined by 100, or 0.56 percent. State government payroll employment declined by 600, or 0.89 percent, while local government payroll employment was unchanged.



Over the past year, total government payroll employment declined by 1,800, or 0.76 percent. State government payroll employment declined by 900, or 1.32 percent. Local government payroll employment was unchanged.

The best performing sectors on a seasonally adjusted basis during October were Other Services (+1,100) and Construction (+800). The poorest performing sectors during the month were Total Government (-3,000) and Professional & Business Services (-2,600).

The best performing sectors during the last twelve months were Other Services (+2,100) and Financial Activities (+1,900). The poorest performing sectors during the last twelve months were Total Government (-1,800) and Trade, Transportation & Utilities (-1,500).



Other Connecticut Labor Force Statistics

The labor force participation rate in Connecticut declined to 65.9 percent in October from 66.0 percent the prior month. Among the 50 states and the District of Columbia, 15 have a higher labor force participation rate than Connecticut. The labor force participation rate in Connecticut is 0.4 percentage point higher than a year earlier. The labor force participation rate is the percentage of the civilian noninstitutionalized population age 16 and older who are employed or actively looking for work.

The 10-year high for the labor force participation rate in Connecticut was 69.0 percent in December 2008. The series high for the labor force participation rate in Connecticut occurred in November 1991 when the labor force participation rate hit 71.8 percent. The 10-year low for the labor force participation rate was 65.3 percent in November 2013. The series low for the labor force participation rate occurred in January 1976 when the labor force participation rate hit 63.9 percent.



The national labor force participation rate declined by 0.1 percentage point to 62.8 percent in October 2016, but remains near its 38-year low of 62.4 percent.

The employment-to-population ratio, or the percentage of the Connecticut civilian noninstitutionalized population 16 years and older counted as employed, rose to 62.5 percent in October from 62.4 percent the prior month. Among the 50 states and the District of Columbia, 15 have higher employment-to-population ratios than Connecticut. The employment-to-population ratio in Connecticut is 0.5 percentage point higher than a year earlier.

The 10-year high for the employment-to-population ratio in Connecticut was 65.5 percent in September 2007. The series high for the employment-to-population ratio in Connecticut occurred in November 1989 when the employment-to-population ratio hit 68.2 percent. The 10-year low for the employment-to-population ratio was 60.1 percent in March 2013. The series low for the employment-to-population ratio occurred in March 1976 when the employment-to-population ratio was 57.5 percent.



The national employment-to-population ratio declined by 0.1 percentage point to 59.7 percent in October. That rate was 0.4 percentage point higher than a year earlier. The all-time high for the employment-to-population ratio was 64.7 in April 2000. The 10-year high for the employment-to-population ratio was 63.4 percent in December 2006. The recent low occurred in October 2013 when the employment-to-population ratio dipped to 58.2 percent. The last time the employment-to-population ratio posted a reading lower than 58.2 percent was July 1983.

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State employment and unemployment data for November is scheduled for release on December 16, 2016. The national employment situation report for November will be released on Friday, December 2, 2016.