



Connecticut Economic Update

July 21, 2015

Summary

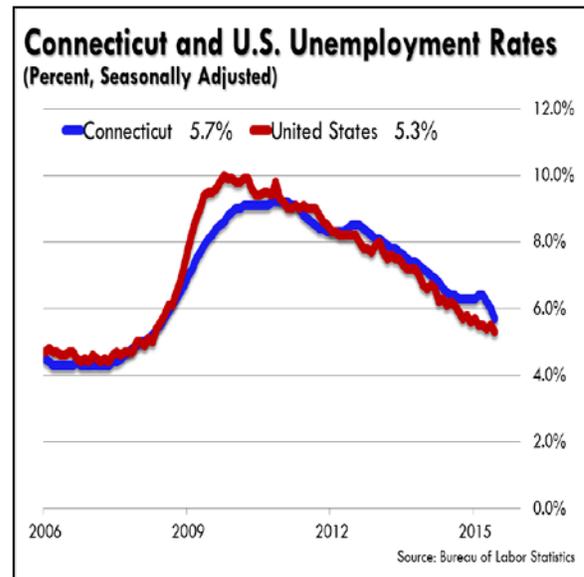
Nonfarm payroll employment in Connecticut increased by 600 jobs and the unemployment rate fell to 5.7 percent in June according to data released by the Bureau of Labor Statistics (BLS).

Connecticut Unemployment Rate

During June, the unemployment rate in Connecticut declined by 0.3 percentage point to 5.7 percent. The number of people counted as unemployed fell by 6,100 in June to 108,979, while the labor force fell by 3,642 to 1,918,084. Among the 50 states and the District of Columbia, 31 posted lower unemployment rates for the month than Connecticut. A year earlier, the unemployment rate in Connecticut stood at 6.5 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 reached 2.2 percent. BLS began publishing the state unemployment rate series in 1976.

The national unemployment rate declined to 5.3 percent in June. June's unemployment rate was 0.8 percentage point lower than a year earlier when the rate stood at 6.1 percent. The ten year high for the national unemployment rate was 10.0 percent in October 2009. The ten year low was 4.4 percent in May 2007.



Connecticut Payroll Employment

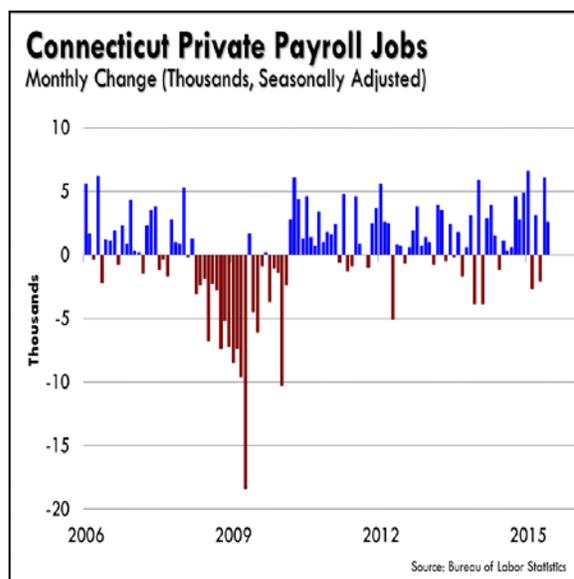
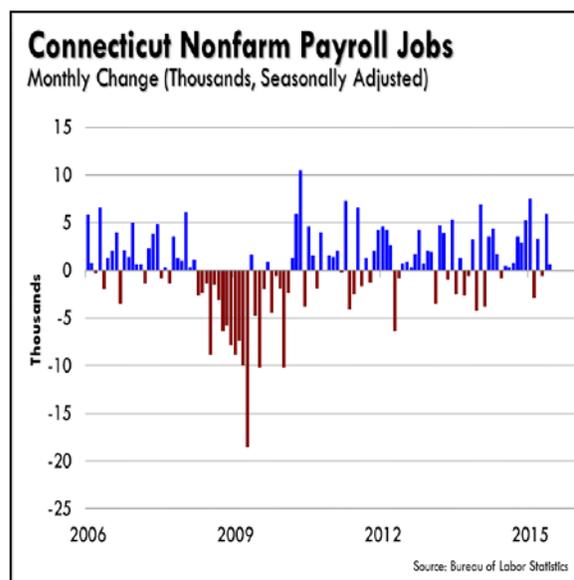
Connecticut nonfarm payrolls increased by 600 jobs, or 0.04 percent, on a seasonally adjusted basis during June. In the prior month, nonfarm payrolls increased by 5,900. Over the past 12 months nonfarm payrolls in Connecticut increased by 27,000, or 1.62 percent. Connecticut nonfarm payroll employment has increased in 10 of the past 12 months.

Nationally nonfarm payrolls increased by 223,000 jobs in June, or 0.16 percent. Over the 12 month period ending in June 2015, nonfarm payrolls grew by 2,935,000 jobs, or 2.11 percent. Connecticut ranks 23rd among the 50 states and the District of Columbia for percentage gain in nonfarm payroll employment over the past 12 months.

During June, Connecticut private sector payrolls increased by 2,600, or 0.18 percent. Private sector payrolls increased by 6,100 jobs in the prior month. Over the past 12 months, private sector payrolls in Connecticut increased by 27,900, or 1.96 percent. Connecticut private sector payroll employment has increased in 10 of the past 12 months.

Nationally, private sector payroll jobs increased by 223,000 in June, or 0.19 percent. Over the past 12 months, the nation's economy has added 2,880,000 private sector payroll jobs, an increase of 2.46 percent. Connecticut ranks 23rd among the 50 states and the District of Columbia for percentage gain in private sector payroll employment over the past 12 months.

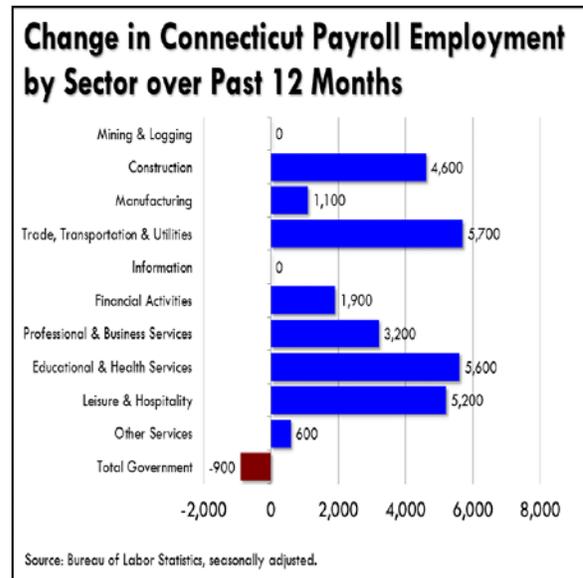
During June, total government payroll employment in Connecticut declined by 2,000, or 0.83 percent. Federal government payroll employment declined by 100, or 0.57 percent. State government payroll employment increased by 200, or 0.30 percent, while local government payroll employment was unchanged.



Over the past year, total government payroll employment declined by 900, or 0.38 percent. State government payroll employment declined by 500, or 0.74 percent. Local government payroll employment was unchanged.

The best performing sector on a seasonally adjusted basis during June was Construction (+2,200). The poorest performing sectors during the month were Total Government (-2,000) and Leisure & Hospitality (-900).

The best performing sectors during the last twelve months were Trade, Transportation & Utilities (+5,700) and Educational & Health Services (+5,600). The poorest performing sectors for the year was Total Government (-900).



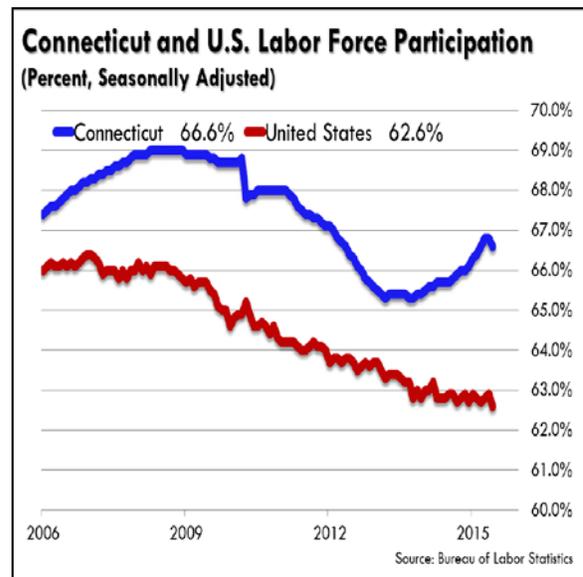
Other Connecticut Labor Force Statistics

The labor force participation rate in Connecticut declined to 66.6 percent in June from 66.8 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 unchanged from 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 October 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 0.3 percentage point to 62.6 percent in June. That rate is 0.2 percentage point lower than a year earlier and the lowest recorded since October 1977.



The employment-to-population ratio, or the percentage of the Connecticut civilian noninstitutionalized population 16 years and older counted as employed, was unchanged at 62.8 percent in June. Among the 50 states and the District of Columbia, 16 have higher employment-to-population ratios than Connecticut. The employment-to-population ratio in Connecticut is 1.4 percentage points higher than a year earlier.

The 10 year high for the employment-to-population ratio in Connecticut was 65.5 percent in January 2008. The series high for the employment-to-population ratio in Connecticut occurred in December 1989 when the employment-to-population ratio hit 68.3 percent. The 10 year low for the employment-to-population ratio was 60.2 percent in April 2013. The series low for the employment-to-population ratio occurred in March 1976 when the employment-to-population ratio hit 57.6 percent.

The national employment-to-population ratio ticked down to 59.3 percent in June. At 59.3 percent, the national employment-to-population ratio is below its level of 59.4 percent when the recession ended in June 2009. The all-time high for the employment-to-population ratio was 64.7 percent in June 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 posted a reading lower than 58.2 percent was July 1983.

State employment and unemployment data for June is scheduled for release on Tuesday, July 21. The national employment situation report for June is scheduled for release on Friday, August 21. The national employment situation for July will be released on Friday, August 7.

