



Economic Overview And Outlook: California

JOBS

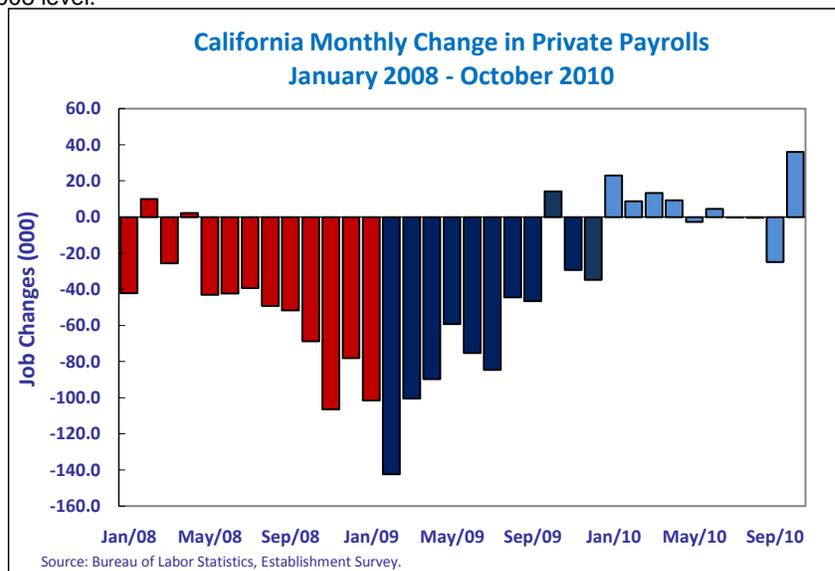
- Across the country, the private sector gained jobs in each month of 2010.
- The President's Council of Economic Advisers estimates that investments made through the Recovery Act have boosted employment in California by 365,000 jobs through the 3rd quarter of 2010.
- In California, private sector employment fell by 10.5 percent from December 2007 to December 2009. In 2010, private sector employment grew by 0.6 percent.
- In California, employees in the construction, manufacturing, and trade, transportation and utilities sectors faced the largest job losses (as a percent of employment within an industry) over the recession. In 2010, the following sectors in California experienced the greatest employment increases: mining; professional and business services; and other services.*
- As the economy recovers from the Great Recession, service-providing industries are projected to add the most jobs between 2008 and 2018, with the largest gains in professional and business services, education, health care and social assistance, and State and local government. Within the goods-producing sector of the economy, only the construction industry is projected to add jobs above its 2008 level.

EMPLOYMENT

- The unemployment rate in California was 12.4 percent in October 2010, up 6.6 percentage points from December 2007, but down from its most recent peak of 12.6 percent reached in March 2010.
- 2,258,000 California residents were counted among the unemployed in California during October 2010.

EARNINGS

- Between the start of the recession in the 4th quarter of 2007 and the 1st quarter of 2009, inflation-adjusted total personal income in the United States declined 1.6 percent. Most recently, in the 2nd quarter of 2010, total personal income remained 0.9 percent below the 4th quarter 2007 peak.



- Real per capita personal income (in 2005 \$) in California was \$38,965.90 in the 2nd quarter of 2010, down from \$40,655.30 in the 2nd quarter of 2008.

HOUSING

- National home prices, including distressed sales, saw a decrease of 2.8 percent in September 2010 from September 2009 compared to a 1.1 percent decrease in August. In California, home prices saw an increase of 0.9 percent in September 2010 from September 2009 following August's year over year significant increase of 2.7 percent.
- The median price of single-family homes in California was \$400,000 in 2008, compared to \$250,000 nationwide.
- As of the 3rd quarter of 2010, 4.4 percent of all mortgages, including 13.5 percent of subprime mortgages, were in foreclosure in California.
- Housing starts in California totaled 37,910 units (seasonally adjusted annual rate) in September 2010, a decrease of 9.7 percent from August.
- Within the West census region, which includes California, sales of new single-family homes totaled 64,000 units in September 2010, a decrease of 9.9 percent from August. Sales of existing single-family homes decreased 2.1 percent to 940,000 units (at seasonally adjusted annual rates) from September to October 2010.

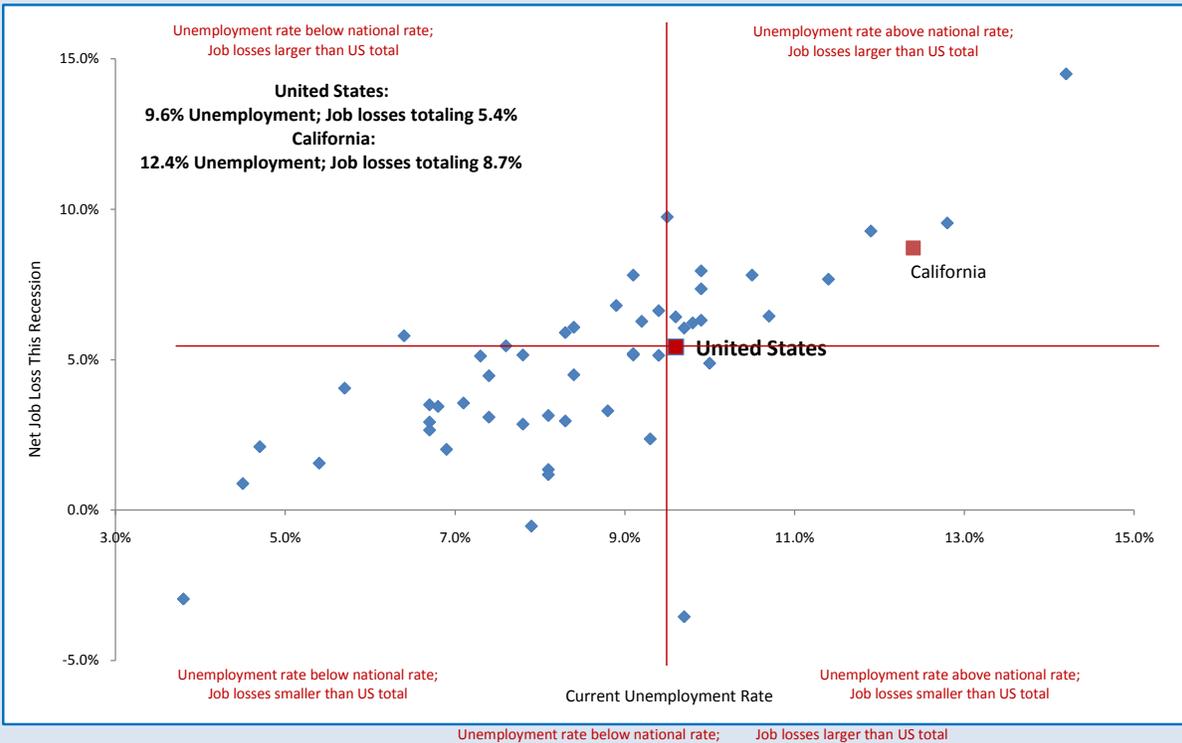
* For California-specific labor sector statistics, please refer to the California office: <http://www.labormarketinfo.edd.ca.gov/>

How Does California Compare To Other States?

Workers across the country have been hard hit by the Great Recession. This chart allows you to compare California 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 California over the course of the recession (shown along the vertical axis) measures the toll the recession has taken on the job supply in California.

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 have unemployment rates lower than the national average and smaller job losses over the recession.



STATE QUICK FACTS

		California	United States
Unemployment Rates	October 2008	8.2%	6.6%
	October 2009	12.2%	10.1%
	October 2010	12.4%	9.6%
Percent of Population Who Are Veterans	2008	7.5%	9.8%
Veterans' Unemployment Rate	2009	9.2%	8.1%
Median Household Income	2007	\$ 57,656	\$ 51,965
	(2009 \$)	2009	\$ 56,134
Poverty Rate	2007	12.7%	12.5%
	2009	15.3%	14.3%
No Health Insurance	2007	18.2%	15.3%
	2009	20.0%	16.7%