



Alaska Economic Update

November 18, 2016

Summary

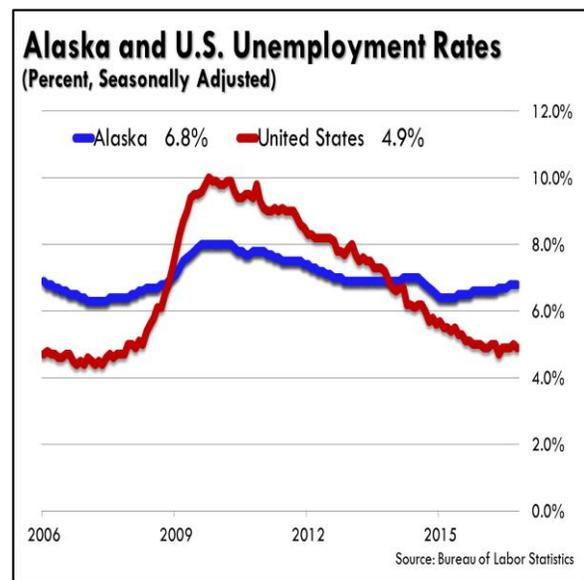
Nonfarm payroll employment in Alaska increased by 1,700 jobs, and the unemployment rate was unchanged at 6.8 percent in October according to data released by the Bureau of Labor Statistics (BLS).

Alaska Unemployment Rate

During October, the unemployment rate in Alaska was unchanged at 6.8 percent. The number of people counted as unemployed fell by 13 in October to 24,634, while the labor force fell by 135 to 359,735. Among the 50 states and the District of Columbia, 50 posted lower unemployment rates for the month than Alaska. A year earlier, the unemployment rate in Alaska stood at 6.6 percent.

The 10-year peak for the unemployment rate in Alaska was 8.0 percent in April 2010. The series high for the unemployment rate in Alaska occurred in August 1986 when the unemployment rate reached 11.2 percent. The 10-year low for the unemployment rate was 6.3 percent in June 2007. This also represents the series low for the unemployment rate in Alaska. 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.



Alaska Payroll Employment

Alaska nonfarm payrolls increased by 1,700 jobs, or 0.50 percent, on a seasonally adjusted basis during October. In the prior month, nonfarm payrolls declined by 1,100. Over the past 12 months, nonfarm payrolls in Alaska declined by 400, or 0.12 percent. Alaska nonfarm payroll employment has increased in 6 of the past 12 months.

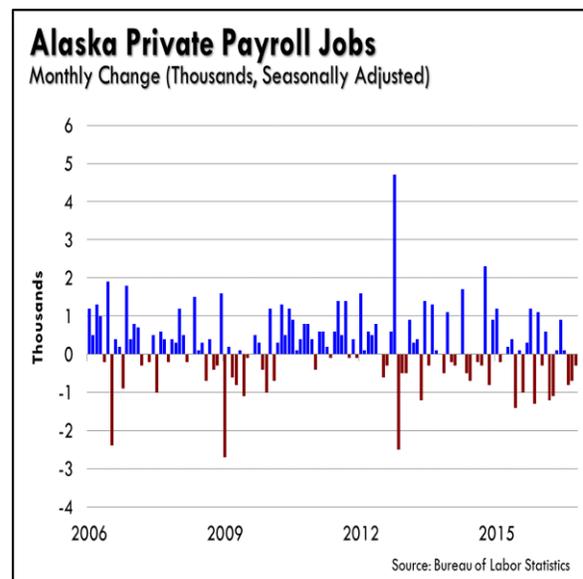
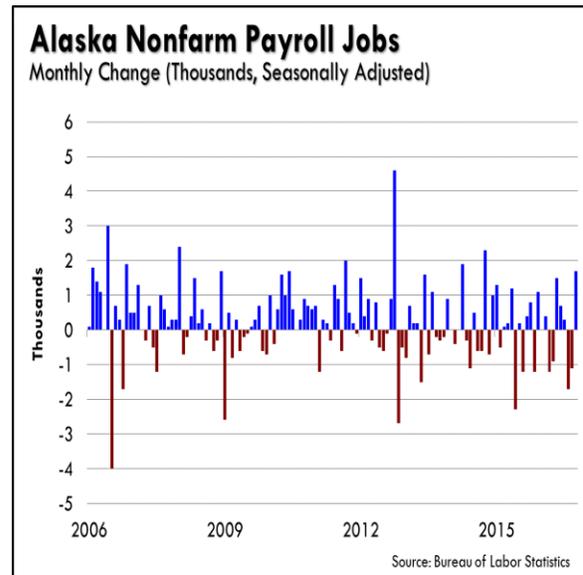
Nationally, nonfarm payrolls increased by 161,000 jobs in October, or 0.11 percent. Over the 12-month period ending October 2016, nonfarm payrolls grew by 2,357,000 jobs, or 1.65 percent. Alaska ranks 45th among the 50 states and the District of Columbia for percentage gain in nonfarm payroll employment over the past 12 months.

During October, Alaska private-sector payrolls declined by 300, or 0.12 percent. Private-sector payrolls declined by 700 jobs in the prior month. Over the past 12 months, private-sector payrolls in Alaska declined by 2,900, or 1.12 percent. Alaska private-sector payroll employment has increased in 5 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. Alaska ranks 49th 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 Alaska increased by 2,000, or 2.44 percent. Federal government payroll employment declined by 100, or 0.63 percent. State government payroll employment increased by 400, or 1.69 percent, while local government payroll employment increased by 1,700, or 4.00 percent.

Over the past year, total government payroll employment increased by 2,500, or 3.07 percent. State government payroll employment declined by 1,200, or 4.76 percent. Local government payroll employment increased by 2,900, or 7.02 percent.



The best performing sectors on a seasonally adjusted basis during October were Total Government (+2,000) and Manufacturing (+500). The poorest performing sectors during the month were Educational & Health Services (-700) and Professional & Business Services (-400).

The best performing sectors during the last twelve months were Total Government (+2,500) and Educational & Health Services (+2,000). The poorest performing sectors during the last twelve months were Professional & Business Services (-3,000) and Mining & Logging (-2,100).



Other Alaska Labor Force Statistics

The labor force participation rate in Alaska was unchanged at 66.3 percent in October. Among the 50 states and the District of Columbia, 14 have a higher labor force participation rate than Alaska. The labor force participation rate in Alaska is 0.6 percentage point lower 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 Alaska was 71.2 percent in July 2008. The series high for the labor force participation rate in Alaska occurred in December 1989 when the labor force participation rate hit 74.4 percent. The 10-year low for the labor force participation rate was 66.2 percent in August 2016. This also represents the series low for the labor force participation rate in Alaska.



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 Alaska civilian noninstitutionalized population 16 years and older counted as employed, was unchanged at 61.7 percent in October. Among the 50 states and the District of Columbia, 19 have

higher employment-to-population ratios than Alaska. The employment-to-population ratio in Alaska is 0.8 percentage point lower than a year earlier.

The 10-year high for the employment-to-population ratio in Alaska was 66.5 percent in November 2006. The series high for the employment-to-population ratio in Alaska occurred in February 1998 when the employment-to-population ratio hit 69.5 percent. The 10-year low for the employment-to-population ratio was 61.7 percent in September 2016. The series low for the employment-to-population ratio occurred in October 2016 when the employment-to-population ratio was 61.7 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.

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.