



Washington Economic Update

November 18, 2016

Summary

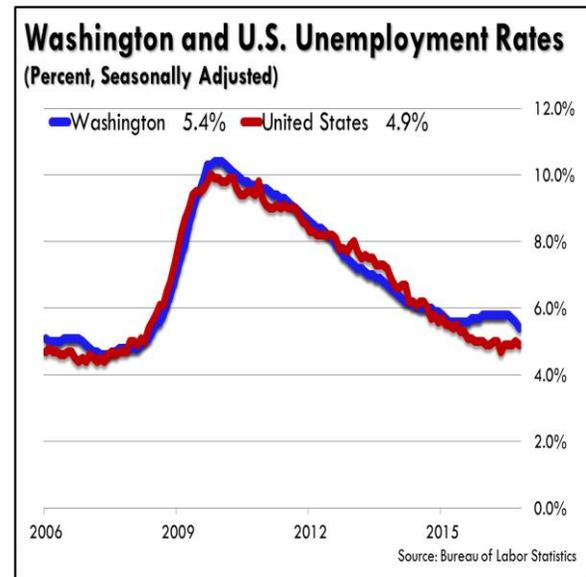
Nonfarm payroll employment in Washington increased by 10,600 jobs, and the unemployment rate fell to 5.4 percent in October according to data released by the Bureau of Labor Statistics (BLS).

Washington Unemployment Rate

During October, the unemployment rate in Washington declined by 0.2 percentage point to 5.4 percent. The number of people counted as unemployed fell by 3,912 in October to 199,003, while the labor force grew by 22,952 to 3,676,122. Among the 50 states and the District of Columbia, 38 posted lower unemployment rates for the month than Washington. A year earlier, the unemployment rate in Washington stood at 5.7 percent.

The 10-year peak for the unemployment rate in Washington was 10.4 percent in January 2010. The series high for the unemployment rate in Washington occurred in November 1982 when the unemployment rate reached 12.2 percent. The 10-year low for the unemployment rate was 4.6 percent in June 2007. This also represents the series low for the unemployment rate in Washington. 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.



Washington Payroll Employment

Washington nonfarm payrolls increased by 10,600 jobs, or 0.32 percent, on a seasonally adjusted basis during October. In the prior month, nonfarm payrolls increased by 23,900. Over the past 12 months, nonfarm payrolls in Washington increased by 109,700, or 3.46 percent. Washington nonfarm payroll employment has increased in 11 of the past 12 months.

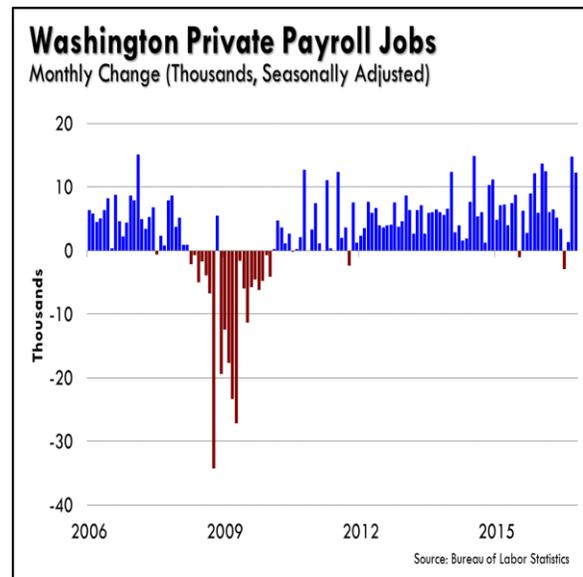
Nationally, nonfarm payrolls increased by 161,000 jobs in October, or 0.11 percent. Over the 12-month period ending October 2016, nonfarm payrolls grew by 2,357,000 jobs, or 1.65 percent. Washington posted the highest percentage gain in nonfarm payroll employment among the 50 states and the District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

During October, Washington private-sector payrolls increased by 12,200, or 0.45 percent. Private-sector payrolls increased by 14,800 jobs in the prior month. Over the past 12 months, private-sector payrolls in Washington increased by 90,700, or 3.47 percent. Washington private-sector payroll employment has increased in 11 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.

Washington posted the highest percentage gain in private-sector payroll employment among the 50 states and the District of Columbia over the past 12 months.

During October, total government payroll employment in Washington declined by 1,600, or 0.27 percent. Federal government payroll employment increased by 500, or 0.68 percent. State government payroll employment declined by 2,500, or 1.53 percent, while local government payroll employment increased by 400, or 0.12 percent.



Over the past year, total government payroll employment increased by 19,000, or 3.38 percent. State government payroll employment increased by 6,900, or 4.47 percent. Local government payroll employment increased by 11,300, or 3.37 percent.

The best performing sectors on a seasonally adjusted basis during October were Leisure & Hospitality (+7,400) and Construction (+1,900). The poorest performing sectors during the month were Manufacturing (-1,700) and Total Government (-1,600).

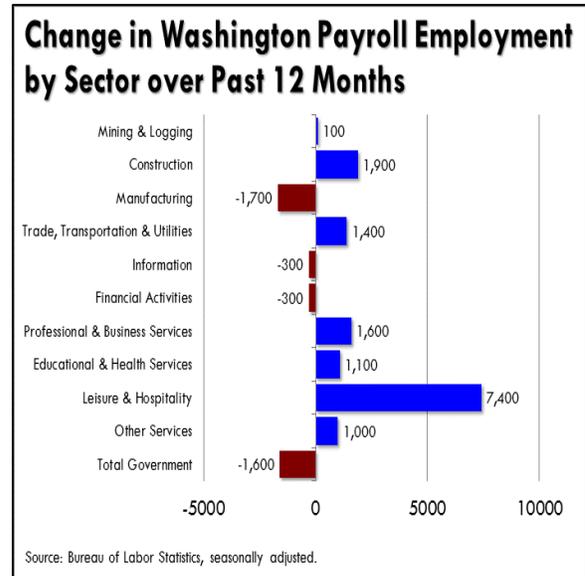
The best performing sectors during the last twelve months were Trade, Transportation & Utilities (+23,000) and Total Government (+19,000). The poorest performing sectors during the last twelve months were Manufacturing (-6,900) and Mining & Logging (+100).

Other Washington Labor Force Statistics

The labor force participation rate in Washington rose to 64.1 percent in October from 63.8 percent the prior month. Among the 50 states and the District of Columbia, 22 have a higher labor force participation rate than Washington. The labor force participation rate in Washington 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 Washington was 68.5 percent in September 2009. The series high for the labor force participation rate in Washington occurred in January 1999 when the labor force participation rate hit 70.4 percent. The 10-year low for the labor force participation rate was 62.9 percent in October 2015. The series low for the labor force participation rate occurred in March 1976 when the labor force participation rate hit 60.6 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 Washington civilian noninstitutionalized population 16 years and older counted as employed, rose to 60.6 percent in October from 60.2 percent the prior month. Among the 50 states and the District of Columbia, 26 have higher employment-to-population ratios than Washington. The employment-to-population ratio in Washington is 1.2 percentage points higher than a year earlier.

The 10-year high for the employment-to-population ratio in Washington was 65.0 percent in February 2008. The series high for the employment-to-population ratio in

Washington occurred in February 1999 when the employment-to-population ratio hit 66.9 percent. The 10-year low for the employment-to-population ratio was 58.9 percent in September 2011. The series low for the employment-to-population ratio occurred in April 1976 when the employment-to-population ratio was 55.2 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.

