



Rhode Island Economic Update

July 22, 2016

Summary

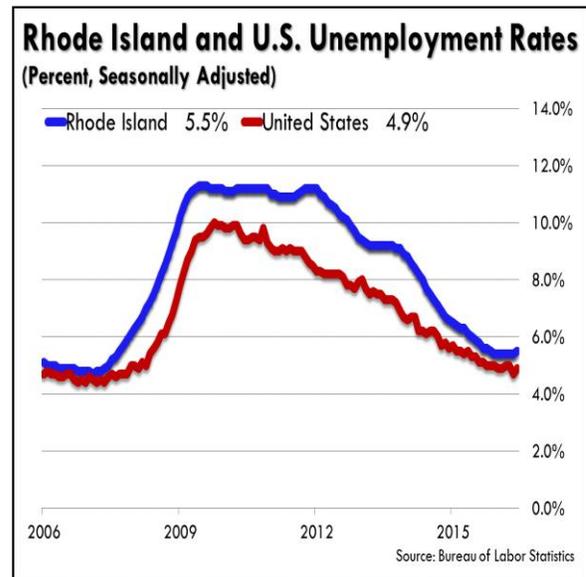
Nonfarm payroll employment in Rhode Island increased by 1,700 jobs and the unemployment rate rose to 5.5 percent in June according to data released by the Bureau of Labor Statistics (BLS).

Rhode Island Unemployment Rate

During June, the unemployment rate in Rhode Island increased by 0.1 percentage point to 5.5 percent. The number of people counted as unemployed rose by 374 in June to 30,157, while the labor force grew by 745 to 553,280. Among the 50 states and the District of Columbia, 36 posted lower unemployment rates for the month than Rhode Island. A year earlier, the unemployment rate in Rhode Island stood at 6.0 percent.

The 10 year peak for the unemployment rate in Rhode Island was 11.3 percent in August 2009. This also represents the series high for the unemployment rate in Rhode Island. The 10 year low for the unemployment rate in Rhode Island was 4.7 percent in February 2007. The series low for the unemployment rate in Rhode Island occurred in May 1988 when the unemployment rate reached 2.9 percent. BLS began publishing the state unemployment rate series in 1976.

The national unemployment rate rose by 0.2 percentage point to 4.9 percent in June. June's unemployment rate was 0.4 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.



Rhode Island Payroll Employment

Rhode Island nonfarm payrolls increased by 1,700 jobs, or 0.35 percent, on a seasonally adjusted basis during June. In the prior month, nonfarm payrolls declined by 2,000. Over the past 12 months nonfarm payrolls in Rhode Island increased by 3,600, or 0.74 percent. Rhode Island nonfarm payroll employment has increased in 7 of the past 12 months.

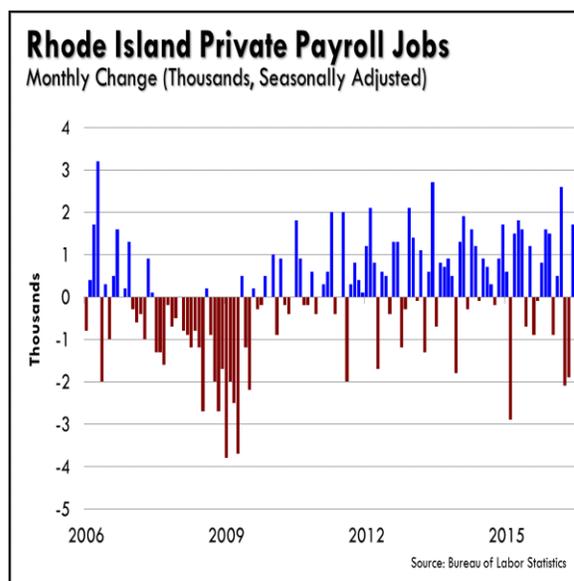
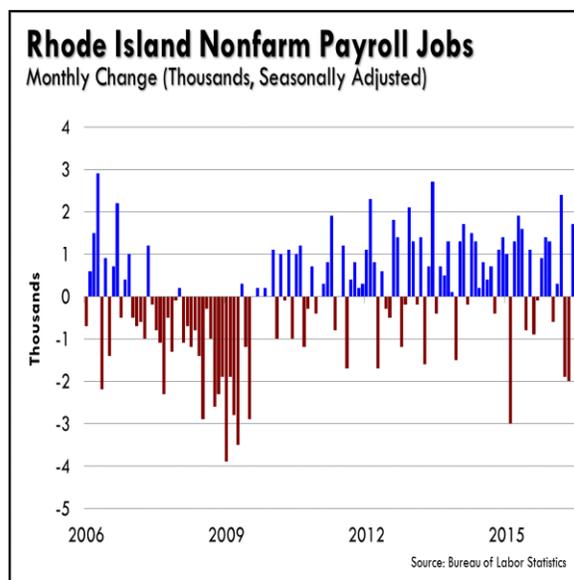
Nationally, nonfarm payrolls increased by 287,000 jobs in June, or 0.2 percent. Over the 12-month period ending June 2016 nonfarm payrolls grew by 2,451,000 jobs, or 1.73 percent. Rhode Island ranks 39th among the 50 states and the District of Columbia for percentage gain in nonfarm payroll employment over the past 12 months.

During June, Rhode Island private sector payrolls increased by 1,700, or 0.40 percent. Private sector payrolls declined by 1,900 jobs in the prior month. Over the past 12 months, private sector payrolls in Rhode Island increased by 4,000, or 0.94 percent. Rhode Island private sector payroll employment has increased in 7 of the past 12 months.

Nationally private-sector payroll jobs increased by 265,000 jobs in 1.73, or 0.22 percent. Over the past 12 months, the nation's economy has added 2,322,000 jobs in the private sector, an increase of 1.94 percent.

Rhode Island 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 June, total government payroll employment in Rhode Island was unchanged. Federal government payroll employment increased by 1,200, or 0.61 percent. State government payroll employment increased by 500, or 0.13 percent, while local government payroll employment increased by 6,700, or 0.51 percent.



Over the past year, total government payroll employment declined by 400, or 0.66 percent. State government payroll employment increased by 14,500, or 4.03 percent. Local government payroll employment increased by 29,000, or 2.24 percent.

The best performing sectors on a seasonally adjusted basis during June were Trade, Transportation & Utilities (+1,100) and Other Services (+500). The poorest performing sectors during the month were Construction (-600) and Financial Activities (-200).

The best performing sectors during the last twelve months were Professional & Business Services (+1,900) and Leisure & Hospitality (+1,200). The poorest performing sectors for the year were Total Government (-400) and Trade, Transportation & Utilities (-200).

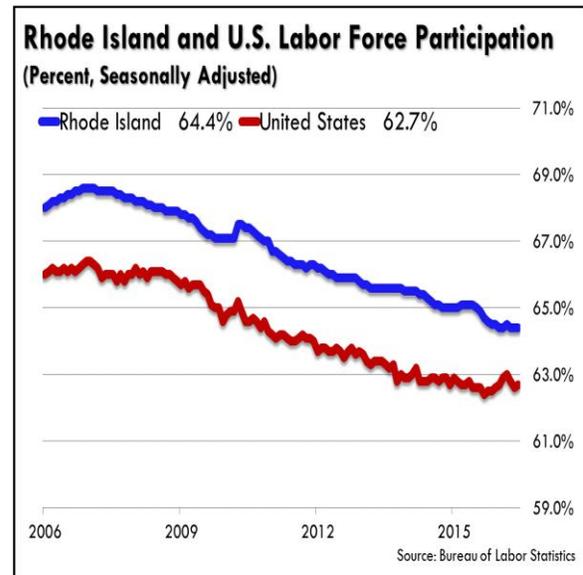
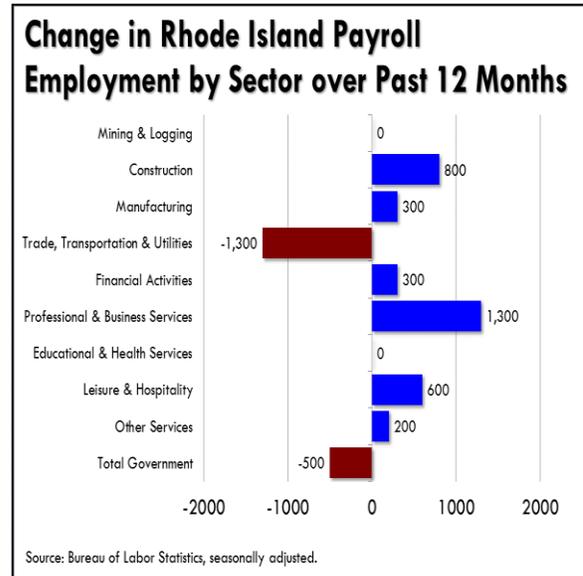
Other Rhode Island Labor Force Statistics

The labor force participation rate in Rhode Island was unchanged at 64.4 percent in June. Among the 50 states and the District of Columbia, 20 have a higher labor force participation rate than Rhode Island. 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 Rhode Island was 68.6 percent in February 2007. This also represents the series high for the labor force participation rate in Rhode Island. The 10 year low for the labor force participation rate was 64.4 percent in June 2016. The series low for the labor force participation rate occurred in October 1976 when the labor force participation rate hit 62.8 percent.

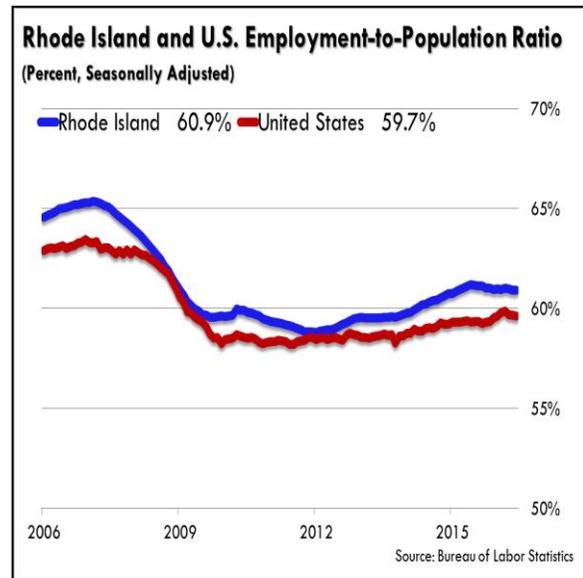
The national labor force participation rate rose by 0.1 percentage point to 62.7 percent in June, but remains near its 38-year low of 62.4 percent.

The employment-to-population ratio, or the percentage of the Rhode Island civilian noninstitutionalized population 16 years and older counted as employed, was unchanged at 60.9 percent in June. Among the 50 states and the District of Columbia, 25 have higher



employment-to-population ratios than Rhode Island. The employment-to-population ratio in Rhode Island is 0.3 percentage point lower than a year earlier.

The 10 year high for the employment-to-population ratio in Rhode Island was 65.4 percent in February 2007. The series high for the employment-to-population ratio in Rhode Island occurred in March 1989 when the employment-to-population ratio hit 66.0 percent. The 10 year low for the employment-to-population ratio was 58.8 percent in January 2012. The series low for the employment-to-population ratio occurred in December 1976 when the employment-to-population ratio hit 57.5 percent.



The national employment-to-population ratio declined by 0.1 percentage point to 59.6 percent in June. That rate was 0.3 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 July is scheduled for release on August 19, 2016. The national employment situation report for July will be released on Friday, August 5, 2016.