

Economic Overview And Outlook: Michigan

JOBS

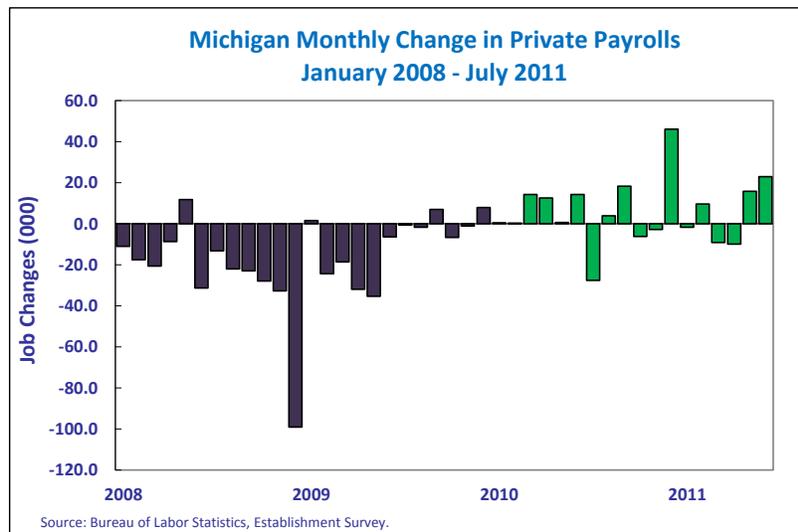
- Including July, the private sector has gained jobs nationwide for 17 consecutive months.
- In Michigan, private sector employment fell by 10.9 percent from January 2008 to February 2010. Since February 2010, private sector employment has grown by 3.4 percent.
- In Michigan, employees in the manufacturing, construction, and professional and business services sectors faced the largest job losses (as a percent of employment within an industry) over the recession. Since the beginning of 2010, the following sectors in Michigan have experienced the greatest employment increases: manufacturing; mining; and professional and business 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 Michigan was 10.9 percent in July 2011, up 3.7 percentage points from December 2007, but down from its most recent peak of 14.1 percent in September 2009.
- 511,000 Michigan residents were counted among the unemployed in Michigan during July 2011.

EARNINGS

- Between the start of the recession in the 4th quarter of 2007 and the 3rd quarter of 2009, inflation-adjusted total personal income in the United States declined 2.2 percent. Most recently, in the 1st quarter of 2011, total personal income is 1.1 percent above its 4th quarter of 2007 level.



- Real per capita personal income (in 2005 \$) in Michigan was \$32,657.70 in the 1st quarter of 2011, up from \$31,642.60 in the 1st quarter of 2009.

HOUSING

- National home prices, including distressed sales, saw a decrease of 6.8 percent in June 2011 from June 2010 compared to a 6.7 percent decrease in May. In Michigan, home prices saw a decrease of 8.5 percent in June 2011 from June 2010 following May's year over year decrease of 11.1 percent.
- The median price of single-family homes in Michigan was \$96,398 in the second quarter of 2010, compared to \$180,176 nationwide.
- As of the 1st quarter of 2011, 3.7 percent of all mortgages, including 8.6 percent of subprime mortgages, were in foreclosure in Michigan.
- Housing starts in Michigan totaled 10,800 units (seasonally adjusted annual rate) in June 2011, an increase of 35.8 percent from May.
- Within the Midwest census region, which includes Michigan, sales of new single-family homes totaled 46,000 units in June 2011, an increase of 9.5 percent from May. Sales of existing single-family homes increased 1.1 percent to 960,000 units (at seasonally adjusted annual rates) from June to July 2011.

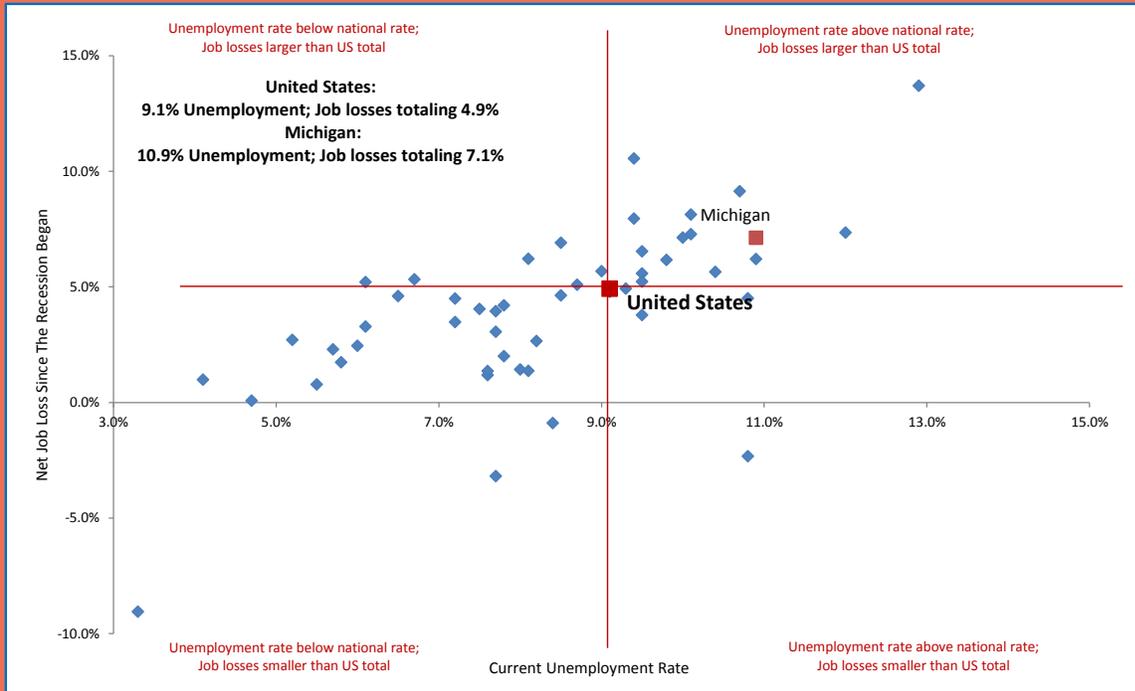
* For Michigan-specific labor sector statistics, please refer to the Michigan office: <http://www.milmi.org/>

How Does Michigan Compare To Other States?

Workers across the country were hard hit during the Great Recession. Although labor markets in many states have started recovering, employment in most states still remains below pre-recession levels. The chart below allows you to compare Michigan 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 Michigan since the start of the recession (shown along the vertical axis) measures the toll the recession took on the job supply in Michigan.

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 job losses (or even gains) lower than the national average.



STATE QUICK FACTS

		Michigan	United States
Unemployment Rates	July 2008	8.3%	5.8%
	July 2009	14.0%	9.5%
	July 2010	12.4%	9.5%
	July 2011	10.9%	9.1%
Percent of Population Who Are Veterans	2009	6.5%	7.1%
All Veterans' Unemployment Rate	2010	16.0%	8.7%
Post-9/11 Veterans' Unemployment Rate	2010	29.4%	11.5%
Median Household Income	2007	\$ 51,072	\$ 51,965
	(2009 \$) 2009	\$ 45,994	\$ 49,777
Poverty Rate	2007	10.8%	12.5%
	2009	14.0%	14.3%
No Health Insurance	2007	11.6%	15.3%
	2009	13.8%	16.7%