



# Nevada Economic Update

June 17, 2016

## Summary

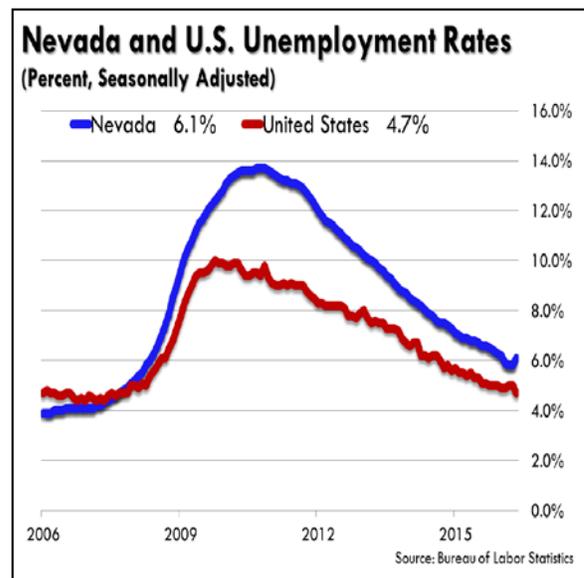
Nonfarm payroll employment in Nevada declined by 3,800 jobs and the unemployment rate rose to 6.1 percent in May according to data released by the Bureau of Labor Statistics (BLS).

## Nevada Unemployment Rate

During May, the unemployment rate in Nevada increased by 0.3 percentage point to 6.1 percent. The number of people counted as unemployed rose by 3,285 in May to 87,129, while the labor force grew by 1,127 to 1,434,374. Among the 50 states and the District of Columbia, 43 posted lower unemployment rates for the month than Nevada. A year earlier, the unemployment rate in Nevada stood at 6.8 percent.

The 10 year peak for the unemployment rate in Nevada was 13.7 percent in November 2010. This also represents the series high for the unemployment rate in Nevada. The 10 year low for the unemployment rate in Nevada was 4.0 percent in June 2006. The series low for the unemployment rate in Nevada occurred in January 1999 when the unemployment rate reached 3.7 percent. BLS began publishing the state unemployment rate series in 1976.

The national unemployment rate declined by 0.3 percentage point to 4.7 percent in May. May's unemployment rate was 0.8 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.



## Nevada Payroll Employment

Nevada nonfarm payrolls declined by 3,800 jobs, or 0.30 percent, on a seasonally adjusted basis during May. In the prior month, nonfarm payrolls declined by 400. Over the past 12 months nonfarm payrolls in Nevada increased by 25,100, or 2.00 percent. Nevada nonfarm payroll employment has increased in 9 of the past 12 months.

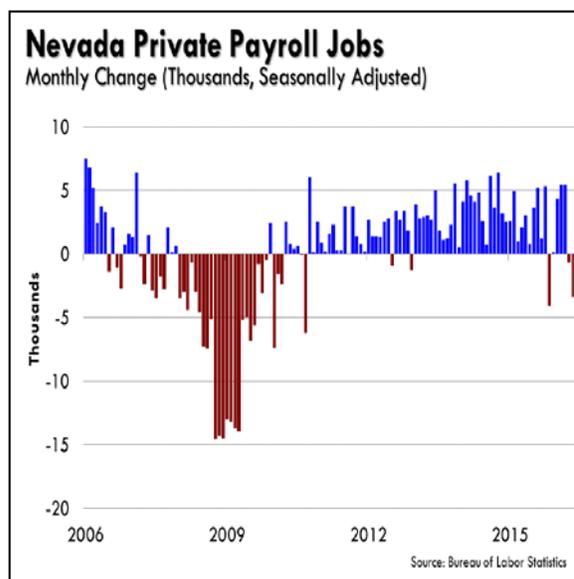
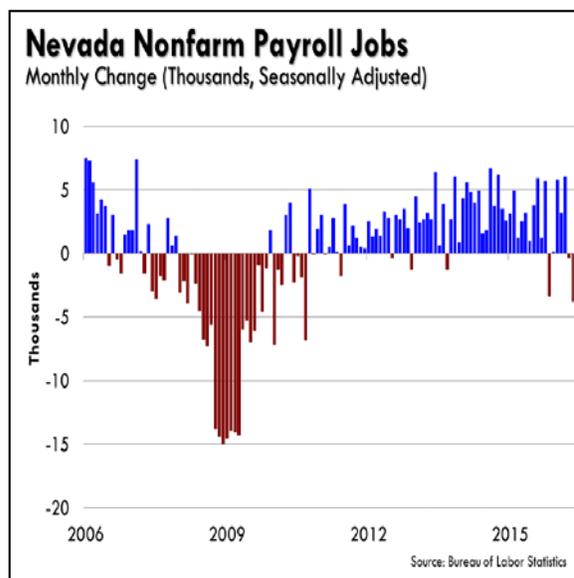
Nationally, nonfarm payrolls increased by 38,000 jobs in May, or 0.03 percent. Over the 12-month period ending May 2016 nonfarm payrolls grew by 2,398,000 jobs, or 1.69 percent. Nevada ranks 15th among the 50 states and the District of Columbia for percentage gain in nonfarm payroll employment over the past 12 months.

During May, Nevada private sector payrolls declined by 3,400, or 0.30 percent. Private sector payrolls declined by 700 jobs in the prior month. Over the past 12 months, private sector payrolls in Nevada increased by 23,100, or 2.10 percent. Nevada private sector payroll employment has increased in 9 of the past 12 months.

Nationally private-sector payroll jobs increased by 25,000 jobs in 1.69, or 0.02 percent. Over the past 12 months, the nation's economy has added 2,297,000 jobs in the private sector, an increase of 1.92 percent.

Nevada ranks 19th among the 50 states and the District of Columbia for percentage gain in private sector payroll employment over the past 12 months.

During May, total government payroll employment in Nevada declined by 400, or 0.25 percent. Federal government payroll employment increased by 200, or 1.09 percent. State government payroll employment declined by 100, or 0.25 percent, while local government payroll employment declined by 500, or 0.51 percent.



Over the past year, total government payroll employment increased by 2,000, or 1.29 percent. State government payroll employment increased by 1,100, or 2.85 percent. Local government payroll employment increased by 600, or 0.61 percent.

The best performing sectors on a seasonally adjusted basis during May were Leisure & Hospitality (+1,400) and Construction (+700). The poorest performing sectors during the month were Professional & Business Services (-4,300) and Other Services (-800).

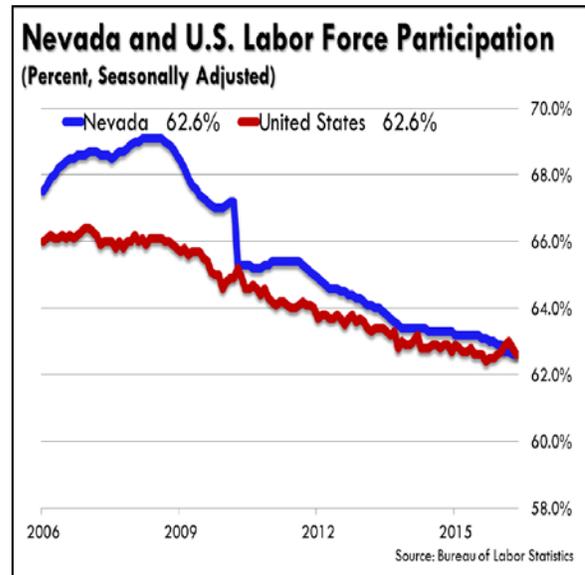
The best performing sectors during the last twelve months were Trade, Transportation & Utilities (+9,000) and Construction (+6,900). The poorest performing sectors for the year were Mining & Logging (-900) and Other Services (-400).



### Other Nevada Labor Force Statistics

The labor force participation rate in Nevada was unchanged at 62.6 percent in May. Among the 50 states and the District of Columbia, 31 have a higher labor force participation rate than Nevada. The labor force participation rate in Nevada 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 Nevada was 69.1 percent in August 2008. The series high for the labor force participation rate in Nevada occurred in January 1982 when the labor force participation rate hit 74.3 percent. The 10 year low for the labor force participation rate was 62.6 percent in May 2016. This also represents the series low for the labor force participation rate in Nevada.



The national labor force participation rate declined by 0.2 percentage point to 62.6 percent in May 2016, but remains near its 38-year low of 62.4 percent.

The employment-to-population ratio, or the percentage of the Nevada civilian noninstitutionalized population 16 years and older counted as employed, declined to 58.8

percent in May from 58.9 percent the prior month. Among the 50 states and the District of Columbia, 34 have higher employment-to-population ratios than Nevada. The employment-to-population ratio in Nevada is 0.1 percentage point lower than a year earlier.

The 10 year high for the employment-to-population ratio in Nevada was 65.9 percent in December 2006. The series high for the employment-to-population ratio in Nevada occurred in October 1988 when the employment-to-population ratio hit 69.2 percent. The 10 year low for the employment-to-population ratio was 56.3 percent in November 2010. The series low for the employment-to-population ratio occurred in December 2010 when the employment-to-population ratio hit 56.3 percent.

The national employment-to-population ratio held steady at 59.7 percent in May. 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 June is scheduled for release on July 22, 2016. The national employment situation report for June will be released on Friday, July 8, 2016.

