



Rhode Island Economic Update

November 18, 2016

Summary

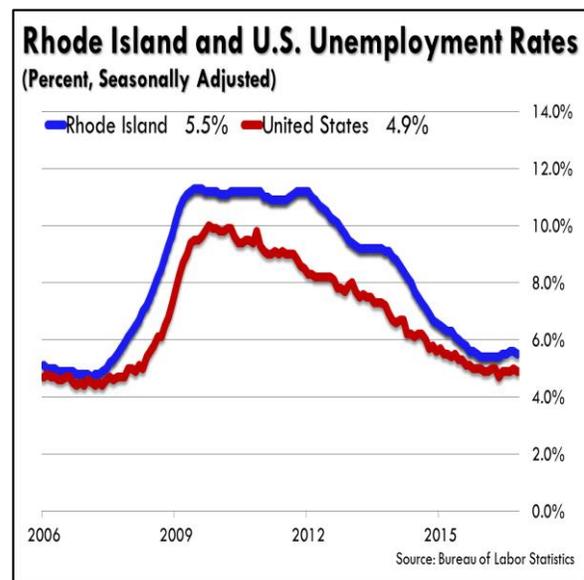
Nonfarm payroll employment in Rhode Island increased by 1,700 jobs, and the unemployment rate fell to 5.5 percent in October according to data released by the Bureau of Labor Statistics (BLS).

Rhode Island Unemployment Rate

During October, the unemployment rate in Rhode Island declined by 0.1 percentage point to 5.5 percent. The number of people counted as unemployed fell by 520 in October to 30,624, while the labor force fell by 310 to 557,258. Among the 50 states and the District of Columbia, 39 posted lower unemployment rates for the month than Rhode Island. A year earlier, the unemployment rate in Rhode Island stood at 5.6 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 was 2.9 percent. 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.



Rhode Island Payroll Employment

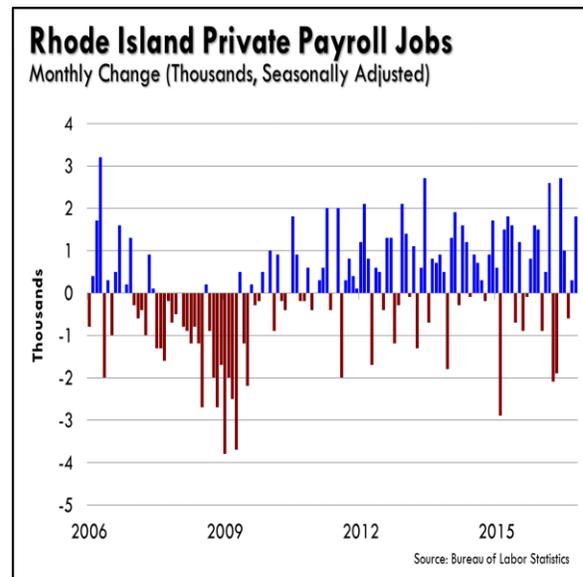
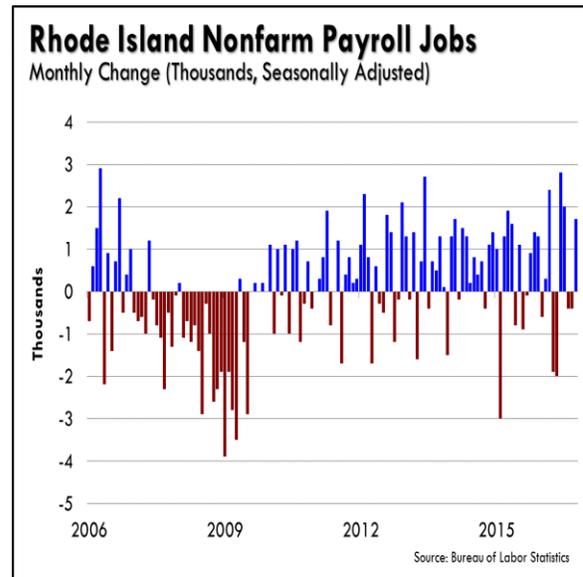
Rhode Island nonfarm payrolls increased by 1,700 jobs, or 0.35 percent, on a seasonally adjusted basis during October. In the prior month, nonfarm payrolls declined by 400. Over the past 12 months, nonfarm payrolls in Rhode Island increased by 6,600, or 1.36 percent. Rhode Island nonfarm payroll employment has increased in 7 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. Rhode Island ranks 24th among the 50 states and the District of Columbia for percentage gain in nonfarm payroll employment over the past 12 months.

During October, Rhode Island private-sector payrolls increased by 1,800, or 0.42 percent. Private-sector payrolls increased by 300 jobs in the prior month. Over the past 12 months, private-sector payrolls in Rhode Island increased by 6,500, or 1.53 percent. Rhode Island private-sector payroll employment has increased in 8 of the past 12 months.

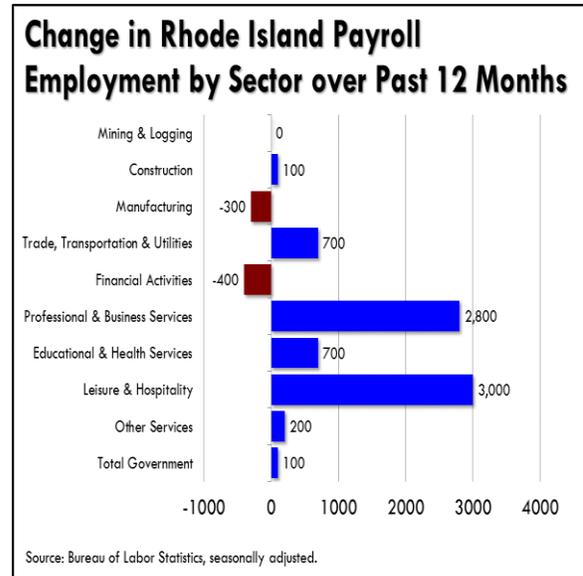
Nationally, private-sector payroll jobs increased by 142,000 jobs in October, or 0.12 percent. Over the past 12 months, the nation's economy has added 2,149,000 jobs in the private-sector, an increase of 1.78 percent. Rhode Island ranks 24th among the 50 states and the District of Columbia for percentage gain in private-sector payroll employment over the past 12 months.

During October, total government payroll employment in Rhode Island declined by 100, or 0.17 percent. Federal government payroll employment declined by 1,200, or 0.60 percent. State government payroll employment declined by 300, or 0.08 percent, while local government payroll employment increased by 1,900, or 0.14 percent.



Over the past year, total government payroll employment increased by 100, or 0.17 percent. State government payroll employment increased by 7,700, or 2.10 percent. Local government payroll employment increased by 33,000, or 2.54 percent.

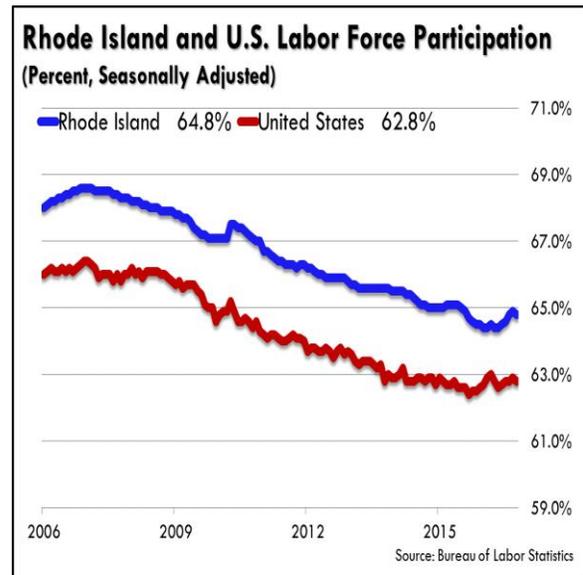
The best performing sectors on a seasonally adjusted basis during October were Educational & Health Services (+1,400) and Professional & Business Services (+900). The poorest performing sectors during the month were Manufacturing (-500) and Trade, Transportation & Utilities (-200).



The best performing sectors during the last twelve months were Leisure & Hospitality (+3,000) and Professional & Business Services (+2,800). The poorest performing sectors during the last twelve months were Financial Activities (-400) and Manufacturing (-300).

Other Rhode Island Labor Force Statistics

The labor force participation rate in Rhode Island declined to 64.8 percent in October from 64.9 percent the prior month. 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 in Rhode Island 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 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 May 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 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 Rhode Island civilian noninstitutionalized population 16 years and older counted as employed, was unchanged at 61.2 percent in October. Among the 50 states and the District of Columbia, 22 have higher employment-to-population ratios than Rhode Island. The employment-to-population ratio in Rhode Island is 0.2 percentage point higher 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 was 57.5 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.

