# **Economic Overview And Outlook: North Dakota**

#### Jobs

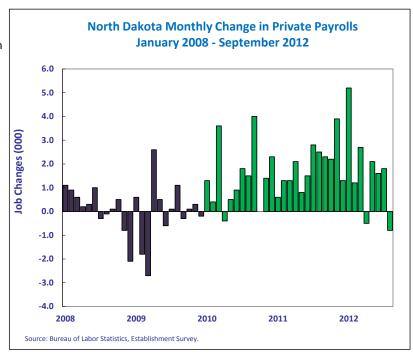
- Including September, the private sector has gained jobs nationwide for 31 consecutive months.
- In North Dakota, private sector employment rose by 0.8 percent from January 2008 to February 2010. Since February 2010, private sector employment has grown by 17.9 percent.
- In North Dakota, employees in the manufacturing, professional and business services, and information 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 North Dakota have experienced the greatest employment increases: mining; construction; and trade, transportation and utilities.\*
- As the economy continues its emergence from the Great Recession, service-providing industries are projected to add the most jobs between 2010 and 2020. The largest gains over this period are expected to occur in the healthcare and social assistance, professional and business services, and retail trade sectors. Job gains in the goods-producing sector of the economy will be led by the construction and mining industries while the number of manufacturing jobs is expected to fall.

#### **EMPLOYMENT**

- The unemployment rate in North Dakota was 3.0 percent in September 2012, unchanged from December 2007, but down from its most recent peak of 4.2 percent in May 2009.
- 12,000 residents were counted among the unemployed in North Dakota during September 2012.
- In North Dakota, initial claims for unemployment insurance benefits totaled 3,191 during September, up 78.9 percent from the previous month. Since peaking at 5,761 in March 2009, initial claims for unemployment insurance benefits have declined by 44.6 percent.

### **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 4.6 percent. Most recently, in the 2nd quarter of 2012, total personal income is 1.9 percent above its 4th quarter of 2007 level.



Real per capita personal income (in 2005 \$) in North Dakota was \$43,753.50 in the 2nd quarter of 2012, up from \$38,021.90 in the 2nd quarter of 2010.

#### Housing

- After peaking in the first quarter of 2007, national home prices have declined by 17.5 percent.
- In North Dakota, home prices have risen by 2.5 percent from the previous peak set in the first quarter of 2012.
- As of the 2nd quarter of 2012, 1.1 percent of all mortgages, including 9.3 percent of subprime mortgages, were in foreclosure in North Dakota.
- Housing starts in North Dakota totaled 7,300 units (seasonally adjusted annual rate) in August 2012, an increase of 28.5 percent from July.
- Within the Midwest census region, which includes North Dakota, sales of new single-family homes totaled 56,000 units in August 2012, an increase of 1.8 percent from July. Sales of existing single-family homes decreased 1.0 percent to 1,030,000 units (at seasonally adjusted annual rates) from August to September 2012.

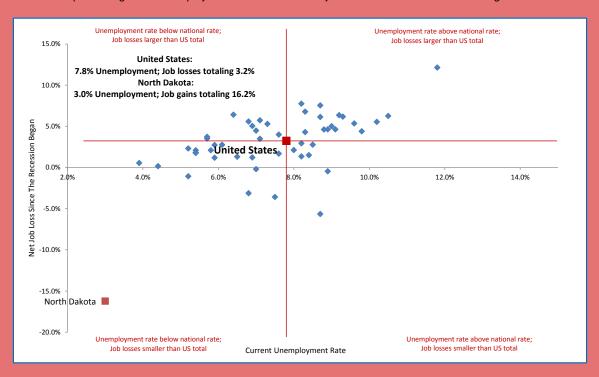
<sup>\*</sup> For North Dakota-specific labor sector statistics, please refer to the North Dakota office: http://www.jobsnd.com/

## How Does North Dakota 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 North Dakota 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 North Dakota since the start of the recession (shown along the vertical axis) measures the toll the recession took on the job supply in North Dakota.

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 are experiencing lower unemployment rates and smaller job losses than the national average.



### STATE QUICK FACTS

		North Dakota	United States
Unemployment Rates	. September 2009	4.1%	9.8%
	September 2010	3.8%	9.5%
	September 2011	3.6%	9.0%
	September 2012	3.0%	7.8%
Percent of Population Who Are Veterans	. 2011	10.6%	9.4%
All Veterans' Unemployment Rate	2011	2.0%	8.3%
Post-9/11 Veterans' Unemployment Rate	2011	2.7%	12.1%
Median Household Income	. 2007	\$ 51,205	\$ 54,489
(2011 \$)	2011	\$ 56,361	\$ 50,054
Poverty Rate	. 2007	9.3%	12.5%
	2011	9.9%	15.0%
No Health Insurance	. 2007	9.5%	14.7%
	2011	9.1%	15.7%