



Economic Overview And Outlook: Nebraska

JOBS

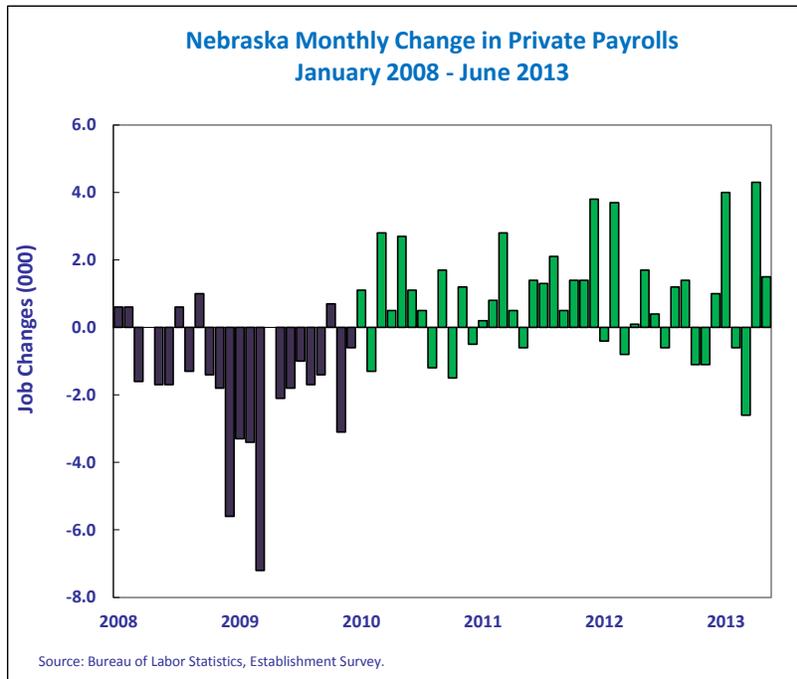
- Including June, the private sector has gained jobs nationwide for 40 consecutive months.
- In Nebraska, private sector employment fell by 4.5 percent from January 2008 to February 2010. Since February 2010, private sector employment has grown by 4.4 percent.
- In Nebraska, employees in the information services, manufacturing, and natural resources, mining, construction 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 Nebraska have experienced the greatest employment increases: leisure and hospitality; professional and business services; and manufacturing.*
- 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 Nebraska was 4.0 percent in June 2013, up 1.0 percentage point from December 2007, but down from its most recent peak of 4.9 percent in February 2010.
- 41,000 residents were counted among the unemployed in Nebraska during June 2013.
- In Nebraska, initial claims for unemployment insurance benefits totaled 6,107 during June, down 15.0 percent from the previous month. Since peaking at 10,941 in June 2009, initial claims for unemployment insurance benefits have declined by 44.2 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 1st quarter of 2013, total personal income is 2.5 percent above its 4th quarter of 2007 level.



- Real per capita personal income (in 2005 \$) in Nebraska was \$37,613.30 in the 1st quarter of 2013, up from \$37,518.30 in the 1st quarter of 2011.

HOUSING

- After peaking in the first quarter of 2007, national home prices declined by 17.8 percent over 17 quarters. Between the second quarter of 2011 and the first quarter of 2013, the most recent quarter, national home prices rose by 2.4 percent.
- In Nebraska, home prices have risen by 0.5 percent from the previous peak set in the first quarter of 2008.
- As of the 1st quarter of 2013, 1.1 percent of all mortgages, including 2.9 percent of subprime mortgages, were in foreclosure in Nebraska.
- Housing starts in Nebraska totaled 6,570 units (seasonally adjusted annual rate) in May 2013, a decrease of 36.6 percent from April.
- Within the Midwest census region, which includes Nebraska, sales of new single-family homes totaled 83,000 units in May 2013, an increase of 40.7 percent from April. Sales of existing single-family homes increased 7.6 percent to 1,130,000 units (at seasonally adjusted annual rates) from April to May 2013.

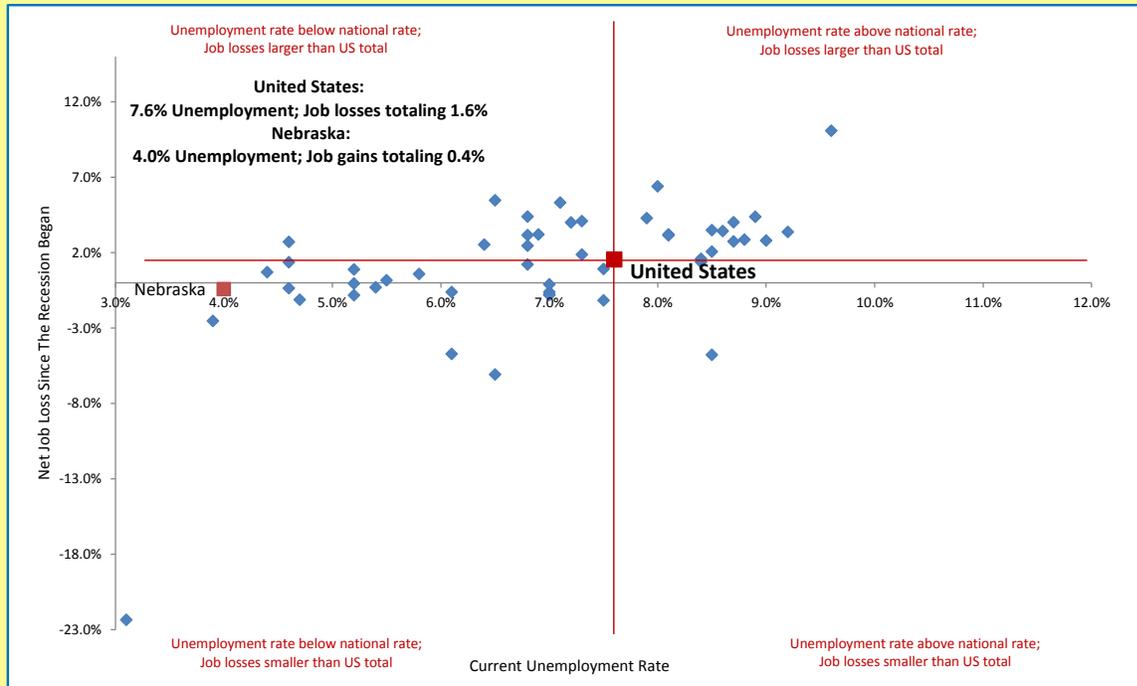
* For Nebraska-specific labor sector statistics, please refer to the Nebraska office: <http://www.dol.nebraska.gov/>

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

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

| | | Nebraska | United States |
|---|-----------|-----------|---------------|
| Unemployment Rates | June 2010 | 4.7% | 9.4% |
| | June 2011 | 4.5% | 9.1% |
| | June 2012 | 4.0% | 8.2% |
| | June 2013 | 4.0% | 7.6% |
| Percent of Population Who Are Veterans | 2012 | 9.7% | 9.0% |
| All Veterans' Unemployment Rate | 2012 | 2.9% | 7.0% |
| Post-9/11 Veterans' Unemployment Rate | 2012 | 2.8% | 9.9% |
| Median Household Income | 2007 | \$ 53,340 | \$ 54,489 |
| | (2011 \$) | 2011 | \$ 55,616 |
| Poverty Rate | 2007 | 9.9% | 12.5% |
| | 2011 | 10.2% | 15.0% |
| No Health Insurance | 2007 | 13.0% | 14.7% |
| | 2011 | 12.3% | 15.7% |