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For Immediate Release: July 16, 2021 For More Information, Contact: David Rhoades/919.814.4611

North Carolina's June Employment Figures Released

RALEIGH — The state's seasonally adjusted June unemployment rate was 4.6 percent, decreasing 0.2 of a percentage point from May's revised rate. The national rate increased 0.1 of a percentage point to 5.9 percent.

North Carolina's June 2021 unemployment rate decreased 4.2 percentage points from a year ago. The number of people employed increased 12,600 over the month to 4,769,929 and increased 365,146 over the year. The number of people unemployed decreased 8,422 over the month to 231,636 and decreased 192,329 over the year.

Seasonally adjusted Total Nonfarm employment, as gathered through the monthly establishment survey, increased 41,900 to 4,502,400 in June. Major industries experiencing increases were Government, 19,800; Leisure & Hospitality Services, 7,300; Professional & Business Services, 4,700; Construction, 2,000; Education & Health Services, 1,800; Financial Activities, 1,700; Manufacturing, 1,700; Other Services, 1,400; Information, 900; and Trade, Transportation & Utilities, 600. Mining & Logging employment remained unchanged.

Jul Aug Sep Oct Nov Dec Jan Feb Mar May Jun Jun Apr 2021 2020 2020 2020 2020 2021 2020 2020 2020 2021 2021 2021 2021 N.C. 5.2 8.8 6.8 7.3 6.4 6.1 5.9 5.7 5.0 4.6 8.8 6.8 4.8 U.S. 11.1 10.2 8.4 7.8 6.9 6.7 6.7 6.3 6.2 6.0 6.1 5.8 5.9

Seasonally Adjusted Unemployment Rates since June 2020

Please note: 2020 numbers have undergone annual revision

Since June 2020, Total Nonfarm jobs increased 245,100 with the Total Private sector increasing by 228,600 and Government increasing by 16,500. Major industries experiencing increases were Leisure & Hospitality Services, 80,900; Professional & Business Services, 44,800; Trade, Transportation & Utilities, 41,100; Manufacturing, 18,100; Government, 16,500; Education & Health Services, 13,500; Construction, 11,000; Other Services, 7,200; Information, 6,800; Financial Activities, 5,100; and Mining & Logging, 100.

The next unemployment update is scheduled for Wednesday, July 28, 2021 when the county unemployment rates for June 2021 will be released.

These data can be accessed on the Commerce website at https://d4.nccommerce.com/

North Carolina Department of Commerce Labor and Economic Analysis Division

NORTH CAROLINA and U.S. LABOR FORCE DATA

North Carolina data is embargoed until 10:00 A.M. Friday, July 16, 2021

				Month Ago		Year Ago	
	I	36. 2021	T	Numeric Change	Percent Change	Numeric Change	Percent Change
North Carolina	June 2021	May 2021	June 2020	Change	Change	Change	Change
(Local Area Unemployment S	tatistics)						
Smoothed Seasonally Adjusted							
Labor Force	5,001,565	4,997,387	4,828,748	4,178	0.1	172,817	3.6
Employed	4,769,929	4,757,329	4,404,783	12,600	0.3	365,146	8.3
Unemployed	231,636	240,058	423,965	-8,422	-3.5	-192,329	-45.4
	4.6	4.8	8.8	-0.2	xxx	-4.2	xxx
Unemployment Rate							
Not Seasonally Adjusted							
Labor Force	5,037,754	4,959,692	4,846,452	78,062	1.6	191,302	3.9
Employed	4,790,820	4,737,307	4,414,119	53,513	1.1	376,701	8.5
Unemployed	246,934	222,385	432,333	24,549	11.0	-185,399	-42.9
Unemployment Rate	4.9	4.5	8.9	0.4	ххх	-4.0	xxx
ι υ							
United States							
(Current Population Survey)							
Seasonally Adjusted							
Labor Force	161,086,000	160,935,000	159,797,000	151,000	0.1	ХХХ	XXX
Employed	151,602,000	151,620,000	142,100,000	-18,000	> -0.1	ххх	xxx
Unemployed	9,484,000	9,316,000	17,697,000	168,000	1.8	ххх	XXX
Unemployment Rate	5.9	5.8	11.1	0.1	xxx	ххх	xxx
Not Seasonally Adjusted							
Labor Force	162,167,000	160,607,000	160,883,000	1,560,000	1.0	ххх	ххх
Employed	152,283,000	151,778,000	142,811,000	505,000	0.3	ххх	xxx
Unemployed	9,883,000	8,829,000	18,072,000	1,054,000	11.9	ххх	ххх
Unemployment Rate	6.1	5.5	11.2	0.6	xxx	xxx	xxx
Chempioyment Rate							

Effective January 2021, updated US population estimates are used in the national labor force estimates.

The annual population adjustments affect the comparability of national labor force estimates over time.

2021 estimates for the current month are preliminary. Estimates for the previous month have undergone monthly revision. 2020 estimates have undergone annual revision.

North Carolina Department of Commerce Labor and Economic Analysis Division NORTH CAROLINA EMPLOYMENT DATA

Month Ago Year Ago Percent Percent Numeric Numeric May 2021 June 2020 June 2021 Change Change Change Change North Carolina (Current Employment Statistics) Seasonally Adjusted 4,502,400 4,460,500 4,257,300 41,900 0.9 245,100 5.8 Total Nonfarm 3.792.300 3.770.200 228.600 3.563.700 22.100 0.6 6.4 **Total Private** 5,700 5,700 5,600 0 0.0 100 1.8 Mining & Logging 236,500 234,500 225,500 2,000 0.9 11,000 4.9 Construction 462,700 446,300 464,400 1,700 18,100 0.4 4.1 Manufacturing 865,700 865,100 824,600 600 41,100 0.1 5.0 Trade, Transportation & Utilities 78,600 77,700 71,800 900 6,800 9.5 1.2 Information 259,500 257,800 254,400 1,700 0.7 5,100 2.0 **Financial Activities** 657,700 4,700 44,800 662,400 617,600 0.7 7.3 Professional & Business Services 600,600 598,800 587,100 1,800 0.3 13,500 2.3 **Education & Health Services** 462,800 455,500 381,900 7,300 1.6 80,900 21.2 Leisure & Hospitality Services 156,100 154,700 148,900 1,400 0.9 7,200 4.8 Other Services 710,100 690,300 693,600 19,800 2.9 16,500 2.4 Government North Carolina (Current Employment Statistics) Not Seasonally Adjusted 4,506,300 4,488,100 4,256,400 18,200 0.4 249,900 5.9 Total Nonfarm 3,820,100 3,775,100 3,585,000 45,000 235,100 1.2 6.6 **Total Private** 5,600 5,700 5,700 0.0 100 0 1.8 Mining & Logging 240,100 236,800 228,400 3,300 11,700 1.4 5.1 Construction 465,400 461,900 447,500 3,500 17,900 0.8 4.0 Manufacturing 867,500 862.000 824,300 5,500 0.6 43.200 5.2 Trade, Transportation & Utilities 78,600 77,500 72,300 6,300 1,100 8.7 14 Information 260,500 256,700 255,900 3,800 4,600 1.5 1.8 **Financial Activities** 662.000 655.400 616.100 6.600 1.0 45.900 7.5 Professional & Business Services 595,100 599,300 583,800 -4,200 -0.7 11,300 1.9 **Education & Health Services** 487,300 464,100 400,000 23,200 5.0 87,300 21.8 Leisure & Hospitality Services 157,900 155,700 151,100 2,200 1.4 6,800 4.5 Other Services 686,200 713,000 671,400 -26,800 -3.8 14,800 2.2 Government

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2021 estimates for the current month are preliminary. Estimates for the previous month have undergone monthly revision.

2020 estimates have undergone annual revision

Estimates may not add to totals due to rounding

Accessing Data

The data presented in this press release, as well as historical data, can be accessed from NC Commerce's Demand Driven Data Delivery ("D4") system: <u>https://d4.nccommerce.com/LausSelection.aspx</u> <u>https://d4.nccommerce.com/CesSelection.aspx</u>

Technical Notes

This release presents labor force and unemployment estimates from the Local Area Unemployment Statistics (LAUS) program. Also presented are nonfarm payroll employment estimates from the Current Employment Statistics (CES) program. The LAUS and CES programs are both federal-state cooperative endeavors.

Labor force and unemployment--from the LAUS program

Definitions. The labor force and unemployment estimates are based on the same concepts and definitions as those used for the official national estimates obtained from the Current Population Survey (CPS), a sample survey of households that is conducted for the Bureau of Labor Statistics (BLS) by the U.S. Census Bureau. The LAUS program measures employment and unemployment on a place-of-residence basis. The universe for each is the civilian noninstitutional population 16 years of age and over. Employed persons are those who did any work at all for pay or profit in the reference week (the week including the 12th of the month) or worked 15 hours or more without pay in a family business or farm, plus those not working who had a job from which they were temporarily absent, whether or not paid, for such reasons as bad weather, labor-management dispute, illness, or vacation. Unemployed persons are those who were not employed during the reference week (based on the definition above), had actively looked for a job sometime in the 4-week period ending with the reference week, and were currently available for work; persons on lay-off expecting recall need not be looking for work to be counted as unemployed. The labor force is the sum of employed and unemployed persons. The unemployment rate is the number of unemployed as a percent of the labor force.

<u>Method of estimation</u>. Statewide estimates are produced using an estimation algorithm administered by the BLS. This method, which underwent substantial enhancement at the beginning of 2021, utilizes data from several sources, including the CPS, the CES, and state unemployment insurance (UI) programs. Each month, census division estimates are controlled to national totals, and state estimates are then controlled to their respective division totals. Substate estimates are controlled to their respective state totals. For more information about LAUS estimation procedures, see the BLS website at <u>https://www.bls.gov/opub/hom/lau/calculation.htm</u>

<u>Revisions</u>. Labor force and unemployment data for the previous month reflect adjustments made in each subsequent month, while data for prior years reflect adjustments made at the end of each year. The monthly revisions incorporate updated model inputs, while the annually revised estimates reflect updated population data from the U.S. Census Bureau, any revisions in the other data sources, and model reestimation. In most years, historical data for the most recent five years (both seasonally adjusted and not seasonally adjusted) are revised near the beginning of each calendar year, prior to the release of January estimates.

Seasonal adjustment. The LAUS program seasonally adjusts statewide estimates using an X-11 type of seasonal adjustment filter. These estimates are then smoothed using a filtering procedure to remove irregular fluctuations from the seasonally-adjusted series. For more information about seasonal adjustment and smoothing procedures, see the BLS website at https://www.bls.gov/lau/lauseas.htm.

<u>Area definitions.</u> The substate area data published in this release reflect the delineations that were issued by the U.S. Office of Management and Budget on April 10, 2018. A detailed list of the geographic definitions is available online at <u>www.bls.gov/lau/lausmsa.htm</u>.

Employment--from the CES program

<u>Definitions.</u> Employment data refer to persons on establishment payrolls who receive pay for any part of the pay period that includes the 12th of the month. Persons are counted at their place of work rather than at their place of residence; those appearing on more than one payroll are counted on each payroll. Industries are classified on the basis of their principal activity in accordance with the 2017 version of the North American Industry Classification System.

<u>Method of estimation.</u> CES State and Area employment data are produced using several estimation procedures. Where possible these data are produced using a "weighted link relative" estimation technique in which a ratio of current-month weighted employment to that of the previousmonth weighted employment is computed from a sample of establishments reporting for both months. The estimates of employment for the current month are then obtained by multiplying these ratios by the previous month's employment estimates. The weighted link relative technique is utilized for data series where the sample size meets certain statistical criteria.

For some employment series, relatively small sample sizes limit the reliability of the weighted linkrelative estimates. In these cases, BLS uses the CES small domain model (SDM) to generate employment estimates. The SDM combines the direct sample estimates (described above) and forecasts of historical (benchmarked) data to decrease the volatility of the estimates. For more detailed information about the CES small domain model, refer to the BLS Handbook of Methods.

<u>Annual revisions.</u> Employment estimates are adjusted annually to a complete count of jobs, called benchmarks, derived principally from tax reports that are submitted by employers who are covered under state unemployment insurance (UI) laws. The benchmark information is used to adjust the monthly estimates between the new benchmark and the preceding one and also to establish the level of employment for the new benchmark month. Thus, the benchmarking process establishes the level of employment, and the sample is used to measure the month-to-month changes in the level for the subsequent months. Information on recent benchmark revisions is available online at www.bls.gov/web/laus/benchmark.pdf.

<u>Seasonal adjustment.</u> Payroll employment data are seasonally adjusted at the statewide supersector level. In some cases, the seasonally adjusted payroll employment total is computed by aggregating the independently adjusted supersector series. In other cases, the seasonally adjusted payroll employment total is independently adjusted. Payroll employment data are seasonally adjusted concurrently, using all available estimates, including those for the current month, to develop sample-based seasonal factors. Concurrent sample-based factors are created every month for the current month's preliminary estimate as well as the previous month's final estimate.

Reliability of the estimates

The estimates presented in this release are based on sample surveys, administrative data, and modeling and, thus, are subject to sampling and other types of errors. Sampling error is a measure of sampling variability—that is, variation that occurs by chance because a sample rather than the entire population is surveyed. Survey data also are subject to nonsampling errors, such as those which can be introduced into the data collection and processing operations. Estimates not directly derived from sample surveys are subject to additional errors resulting from the specific estimation processes used.

Model-based error measures for seasonally adjusted and not seasonally adjusted data and for overthe-month and over-the-year changes to LAUS estimates are available online at <u>www.bls.gov/lau/lastderr.htm</u>.

Measures of sampling error for state CES data at the total nonfarm and supersector levels are available online at <u>www.bls.gov/sae/790stderr.htm</u>.

Release Dates

The next unemployment update is scheduled for Wednesday, July 28, 2021 when the county unemployment rates for June 2021 will be released.

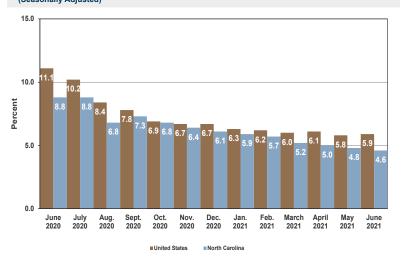
The complete data release schedule for 2021 can be accessed here:

https://www.nccommerce.com/documents/release-dates-unemployment-rates

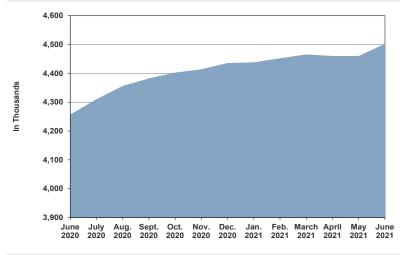
North Carolina Labor Market Conditions

June 2 0 2 1

United States/North Carolina Unemployment Rates June 2020–June 2021 (Seasonally Adjusted)



North Carolina Total Nonfarm Employment June 2020–June 2021 (Seasonally Adjusted)





The North Carolina seasonally adjusted unemployment rate was 4.6 percent in June, decreasing 0.2 of a percentage point from May's revised rate and declining 4.2 percentage points from June 2020. Over the month, the number of persons unemployed decreased by 8,422 (3.5%). The civilian labor force grew by 4,178 (0.1%) to 5,001,565.

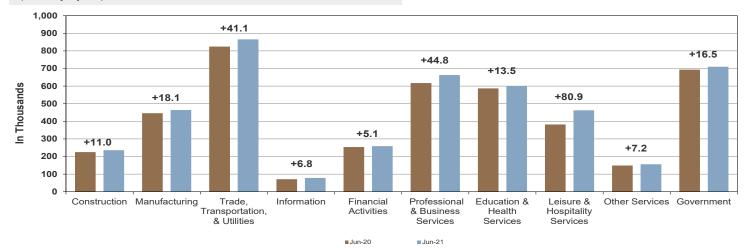
Nationally, June's unemployment rate was 5.9 percent. The number of persons unemployed was 9,484,000, while the civilian labor force was 161,086,000.

Seasonally adjusted Total Nonfarm industry employment (4,502,400) increased 41,900 (0.9%) since May 2021 and grew 245,100 (5.8%) since June 2020. Private sector employment increased 22,100 (0.6%) over the month and grew 228,600 (6.4%) over the year.

Of the major industries for which payroll data are seasonally adjusted, Government (19,800; 2.9%) had the largest over-the-month increase in jobs, followed by Leisure & Hospitality Services (7,300; 1.6%), Professional & Business Services (4,700; 0.7%), Construction (2,000; 0.9%), Education & Health Services (1,800; 0.3%), Financial Activities (1,700; 0.7%), Manufacturing (1,700; 0.4%), Other Services (1,400; 0.9%), Information (900; 1.2%), and Trade, Transportation, & Utilities (600; 0.1%). Mining & Logging remained unchanged.

Since June 2020, Leisure & Hospitality Services (80,900; 21.2%) reported the largest jobs increase over the year, followed by Professional & Business Services (44,800; 7.3%), Trade, Transportation, & Utilities (41,100; 5.0%), Manufacturing (18,100; 4.1%), Government (16,500; 2.4%), Education & Health Services (13,500; 2.3%), Construction (11,000; 4.9%), Other Services (7,200; 4.8%), Information (6,800; 9.5%), Financial Activities (5,100; 2.0%), and Mining & Logging (100; 1.8%).

Note: It is important to note that industry employment estimates are subject to large seasonal patterns. Seasonal adjustment factors are applied to the data. However, these factors may not be fully capturing the seasonal trend. Therefore, when interpreting the changes in industry employment, it is advisable to focus on over-the-year changes in both the seasonally adjusted and not seasonally adjusted series.



Note: North Carolina 2021 current month estimates are preliminary, while all other data have undergone annual revision.

The June 2021 not seasonally adjusted Total Nonfarm employment level of 4,506,300 was 18,200 (0.4%) higher than the May 2021 not seasonally adjusted employment level of 4,488,100. Among the major industries in North Carolina, Leisure & Hospitality Services had the largest over-the-month increase in employment at 23,200 (5.0%), followed by Professional & Business Services (6,600; 1.0%), Trade, Transportation, & Utilities (5,500; 0.6%), Financial Activities (3,800; 1.5%), Manufacturing (3,500; 0.8%), Construction (3,300; 1.4%), Other Services (2,200; 1.4%), and Information (1,100; 1.4%). Government (26,800; 3.8%) reported the largest over-the-month decrease, followed by Education & Health Services (4,200; 0.7%). Mining & Logging remained unchanged.

Over the year, the Service Providing sector (all industries except Mining & Logging, Construction, and Manufacturing) showed a increase of 220,200 (6.2%) jobs. Leisure & Hospitality Services (87,300; 21.8%) reported the largest increase over the year, followed by Professional & Business Services (45,900; 7.5%), Trade, Transportation, & Utilities (43,200; 5.2%), Government (14,800; 2.2%), Education & Health Services (11,300; 1.9%), Other Services (6,800; 4.5%), Information (6,300; 8.7%), and Financial Activities (4,600; 1.8%).

The Goods Producing sector increased by 29,700 (4.4%) jobs over the year. Manufacturing had the largest increase with 17,900 (4.0%), followed by Construction (11,700; 5.1%), and Mining & Logging (100; 1.8%).

Amongst manufacturing industries, Plastic & Rubber Products had the largest net overthe-year increase of 2,600 jobs, followed by Food, 2,400; Textile Mills, 2,000; Chemical, 1,900; Machinery, 1,700; Beverage & Tobacco Product, 1,500; Fabricated Metal Product, 1,200; Furniture & Related Product, 800; Transportation Equipment, 700; Printing & Related Support Activities, 300; Textile Product Mills, 200; and Wood Product, 100. Computer & Electronic Product had the largest net over-the-year decline with the loss of 1,200 jobs, followed by Electrical Equipment, Appliance, & Component, 400, and Apparel, 100.

Over the month, Average Weekly Hours for total private workers in June decreased 24 minutes from May's revised rate of 35.0. Average Hourly Earnings fell by \$0.05 to \$27.69, and Average Weekly Earnings declined by \$12.83 to \$958.07.

Over the year, Average Weekly Hours for total private workers in June decreased 12 minutes from the June 2020 rate of 34.8. Average Hourly Earnings grew by \$1.63 and Average Weekly Earnings increased by \$51.18.

Selected Manufacturing Industries With Job Gains June 2020–June 2021

(Not Seasonally Adjusted)

