

Illinois job growth remains below national average

July 20 2017 3:08 PM

CHICAGO – The Illinois Department of Employment Security (IDES) announced today that the unemployment rate increased +0.1 percentage points to 4.7 percent in June and nonfarm payrolls increased by +8,600 jobs over-the-month, based on preliminary data provided by the U.S. Bureau of Labor Statistics (BLS) and released by IDES. May job growth was revised up sharply to show an increase of +11,300 jobs rather than the preliminary estimate of +2,400 jobs.

June's monthly payroll gain kept over-the-year job growth well below the national average. In the first half of 2017, payroll growth is improved over 2016, but growing at half the pace of 2015 for the same six-month period.

"The unemployment rate increase and a decline in construction payroll are troublesome, but the trend of declining labor force is something we cannot ignore," said IDES Director Jeff Mays. "This was the fourth consecutive over-the-month decline in labor force, which is now at its lowest level since March 2006."

"A competitive economy is crucial to creating jobs and opportunities for Illinoisans in every corner of the state," said Illinois Department of Commerce Director Sean McCarthy. "We must institute true reforms that will help businesses expand and thrive here."

In June, the three industry sectors with the largest gains in employment were: Professional and Business Services (+5,600); Leisure and Hospitality (+4,600); and Government (+1,400). The largest payroll declines were in the following sectors: Education and Health Services (-2,600); Construction (-1,000); and Financial Activities (-500).

Over-the-year, nonfarm payroll employment increased by +54,100 jobs with the largest gains in these industry sectors in June: Professional and Business Services (+21,300); Education and Health Services (+15,700); Financial Activities (+10,700). Industry sectors with the largest over-the-year declines include: Trade, Transportation and Utilities (-3,300); Construction (-1,700); and Government (-1,600). The +0.9 percent over-the-year gain in Illinois is about one-half as strong as the +1.6 percent gain posted by the nation in June.

The state's unemployment rate is +0.3 percentage points higher than the national unemployment rate reported for June 2017, which increased to 4.4 percent. The Illinois unemployment rate is down -1.2 percentage points from a year ago when it was 5.9 percent. At 4.7 percent, the Illinois jobless rate stands -1.0 percentage points lower than January 2017.

The number of unemployed workers increased +1.4 percent from the prior month to 302,400, down -20.8 percent over the same month for the prior year. This was the first over-the-month gain in the number of unemployed persons since January 2017. The labor force decreased -0.3 percent over-the-month and declined by -1.0 percent in June over the prior year. The unemployment rate identifies those individuals who are out of work and are seeking employment. An individual who exhausts or is ineligible for benefits is still reflected in the unemployment rate if they actively seek work.

To help connect jobseekers to employers who are hiring, IDES' maintains the state's largest job search engine IllinoisJoblink.com (IJL). IJL recently showed 65,652 posted resumes with 176,536 jobs available.

Seasonally Adjusted Unemployment Rates

	Jun 2017	May 2017 *	Jun 2016 *	Moving	Month	Over-the- Year Change
Illinois	4.7%	4.6%	5.9%	4.7%	0.1	-1.2
U.S.	4.4%	4.3%	4.9%	4.4%	0.1	-0.5
		* Revised				

Illinois Seasonally Adjusted Nonfarm Jobs – by Major Industry

							Change
				Over	Over		From
				the	the		Previous
Industry Title	June*	May**	June	Month	Year	3-Month	3-Month
	2017	2017	2016	Change	Change	Moving Avg.	Mov. Avg.
Total Nonfarm	6,049,100	6,040,500	5,995,000	8,600	54,100	6,039,600	4,200
Mining	8,100	8,100	7,900	0	200	8,100	-100
Construction	215,900	216,900	217,600	-1,000	-1,700	215,000	-200
Manufacturing	574,300	573,400	574,200	900	100	573,400	1,300
Trade, Transportation, & Utilities	1,204,100	1,204,200	1,207,400	-100	-3,300	1,204,300	-2,600
Information	101,000	101,100	98,600	-100	2,400	100,800	700
Financial Activities	393, 200	393,700	382,500	-500	10,700	393,100	500
Professional and Business Services	948,400	942,800	927,100	5,600	21,300	943,900	2,900
Educational and Health Services	927,600	930,200	911,900	-2,600	15,700	928,600	800
Leisure and Hospitality	602,100	597,500	592,900	4,600	9,200	598,400	1,100
Other Services	250,500	250,100	249,400	400	1,100	250,100	0
Government	823,900	822,500	825,500	1,400	-1,600	823,900	-300
	*Preliminary **Final						

- Monthly 2012 2016 labor force data for Illinois, and all other states, have been revised as required by the U.S. Bureau of Labor Statistics (BLS). The monthly historical revisions to state labor force estimates reflect new national benchmark controls, state working-age population controls, seasonal factors, as well as updated total nonfarm jobs and unemployment benefits claims inputs. Illinois labor force data were also smoothed to eliminate large monthly changes as a result of volatility in the monthly Census Population Survey (CPS) and national benchmarking. For these reasons, comments and tables citing unemployment rates in previous state news releases/materials might no longer be valid.
- Monthly seasonally adjusted unemployment rates for Illinois and the Chicago-Naperville-Arlington Heights Metropolitan Division are available here: <u>Illinois & Chicago Metropolitan Area Unemployment Rates</u>
- Monthly 1990 2016 unadjusted and seasonally adjusted nonfarm payroll data for Illinois have been revised. To control for potential survey error, the estimates are benchmarked annually to universal counts derived primarily from unemployment insurance tax reports.
- Not seasonally adjusted jobs data with industry detail are available at Not_Seasonally Adjusted Jobs. "Other Services" include activities in three broad categories: Personal and laundry; repair and maintenance; and religious, grant making, civic and professional organizations. Seasonally adjusted employment data for subsectors within industries are not available.