

Workforce Alliance Data Quarterly

Regional Economic Update

October 2010



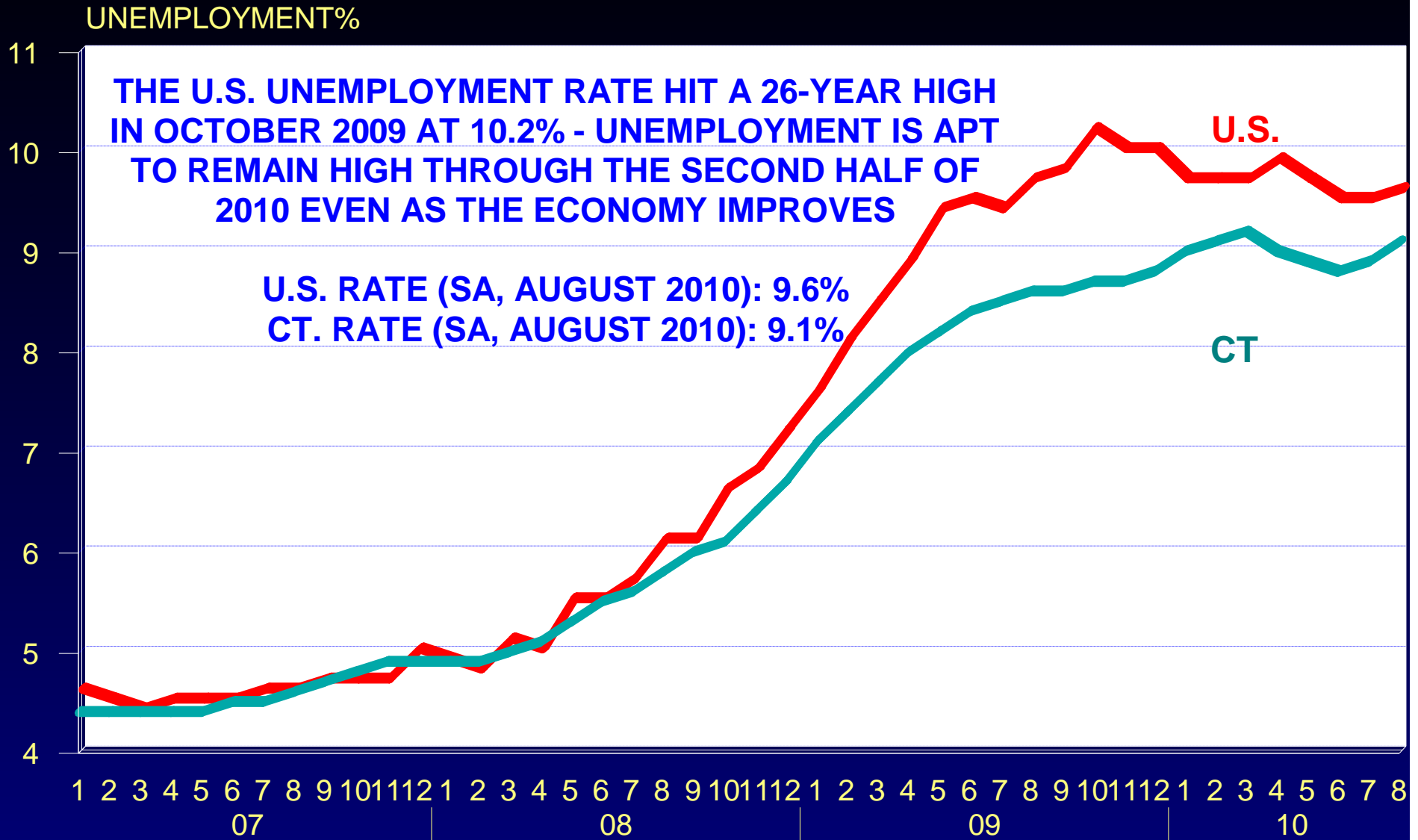
*Research by
Don Klepper-Smith
DataCore Partners, LLC*


**Workforce
Alliance**

THE “BIG PICTURE” FOR LABOR MARKETS

-) **U.S. EMPLOYMENT:** TOTAL NON-FARM JOBS FELL BY 54,000 IN AUGUST FOLLOWING A REVISED LOSS OF 54,000 JOBS IN JULY. SINCE THE RECESSION BEGAN IN DECEMBER 2007, THE DOMESTIC ECONOMY HAS NOW LOST 7.640 MILLION JOBS THROUGH AUGUST 2010, DOWN 5.5%. U.S. UNEMPLOYMENT WAS RECORDED AT 9.6% IN AUGUST, UP ONE-TENTH OF ONE PERCENT FROM JULY 2010.
-) **CONNECTICUT EMPLOYMENT:** THE CT. ECONOMY LOST 900 JOBS IN AUGUST 2010. SINCE MARCH 2008 CT. HAS SHED 95,400 JOBS, OR 5.6%. IN AUGUST, JOB GAINS WERE RECORDED IN EDUCATION AND HEALTH SERVICES (+2,000 JOBS), FINANCE (+900 JOBS) AND TRADE, TRANSPORTATION AND PUBLIC UTILS (+1,000). LOSSES WERE RECORDED IN BUSINESS AND PROFESSIONAL SERVICES (-1,600), AND MANUFACTURING (-300 JOBS).
-) **NEW HAVEN LABOR MARKET AREA:** TOTAL EMPLOYMENT WITHIN THE NEW HAVEN LMA HAS DECLINED BY 13,900 JOBS, OR 5.0%, FROM THE MARCH 2008 PEAK OF 279,500 JOBS TO 265,600 JOBS AS OF AUGUST 2010.

UNEMPLOYMENT RATE COMPARISON CONNECTICUT vs. U.S.



SOURCE: U.S. DEPT. OF LABOR, CT LABOR DEPT. , SEASONALLY ADJUSTED DATA

THE “EFFECTIVE” U.S. UNEMPLOYMENT RATE: THE U-6 UNEMPLOYMENT CALCULATION FROM BLS

| | <u>AUG 2010</u> |
|--|-----------------|
| # OFFICIALLY UNEMPLOYED | 14,860,000 |
| # WORKING PART-TIME WANTING FT | 8,860,000 |
| # MARGINALLY ATTACHED | 2,370,000 |
| TOTAL | 26,090,000 |
| TOTAL LABOR FORCE PLUS MARGINALLY ATTACHED | 156,480,000 |
| OVERALL UNEMPLOYMENT % | 16.7% |

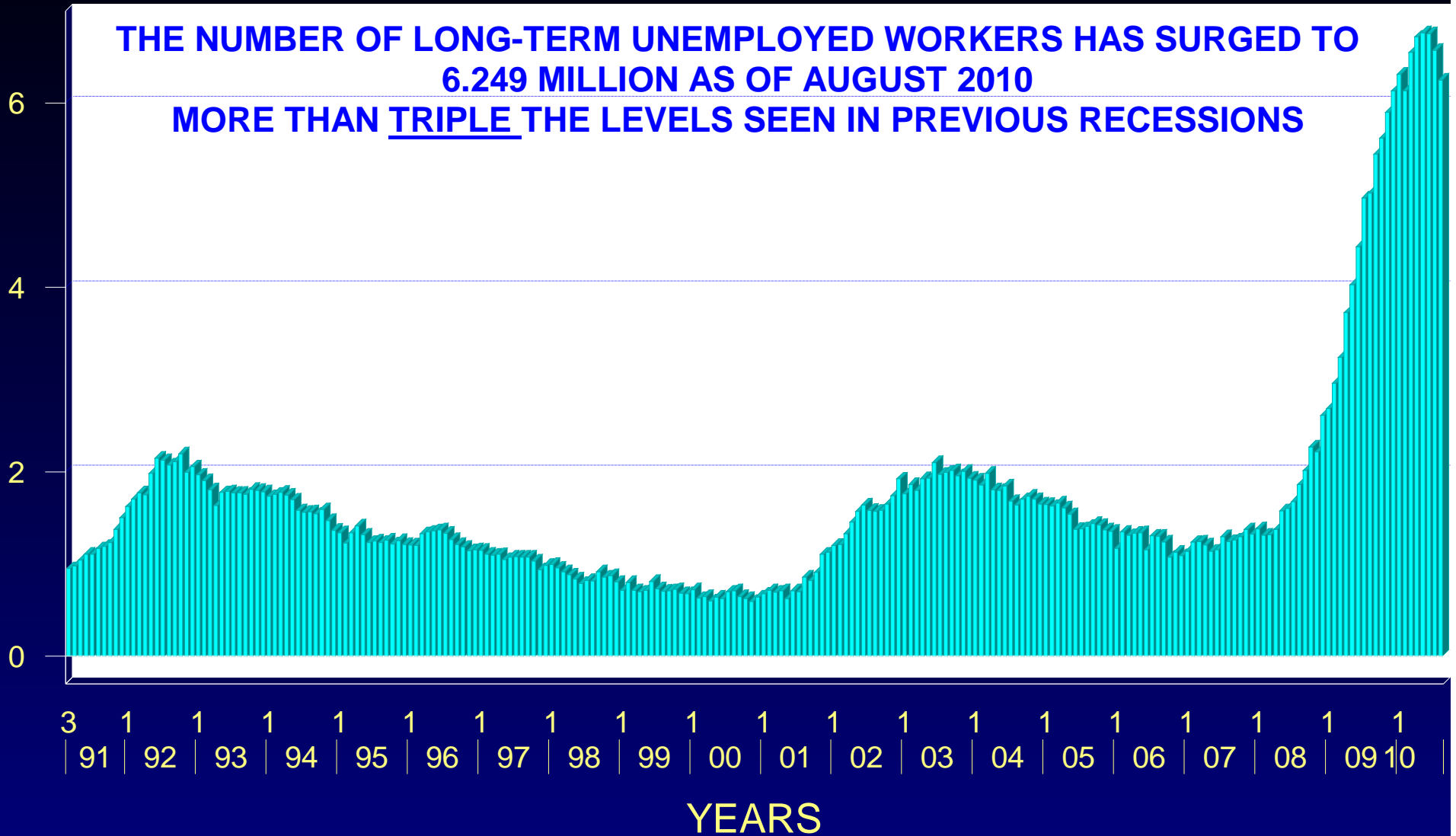
SOURCE: BLS, DATA AS OF AUGUST 2010

NOTE: Marginally attached workers are persons who want a job, have searched for work during the prior 12 months, and were available to take a job during the reference week, but had not looked for work in the past 4 weeks. This group includes discouraged workers who have given up looking for work.

NUMBERS OF U.S. LONG-TERM UNEMPLOYED WORKERS (UNEMPLOYED FOR 27+ WEEKS)

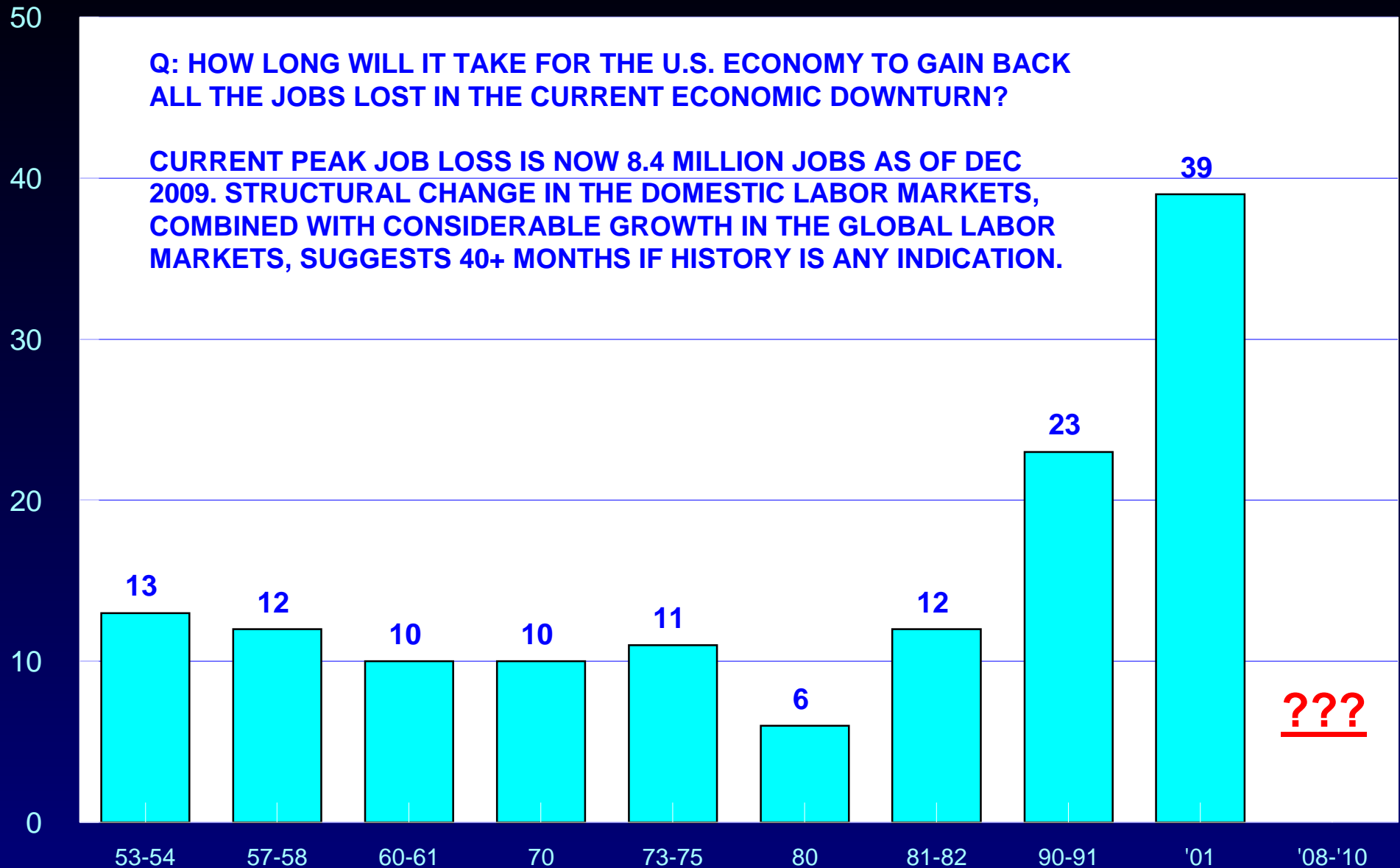
MILLIONS

THE NUMBER OF LONG-TERM UNEMPLOYED WORKERS HAS SURGED TO
6.249 MILLION AS OF AUGUST 2010
MORE THAN TRIPLE THE LEVELS SEEN IN PREVIOUS RECESSIONS



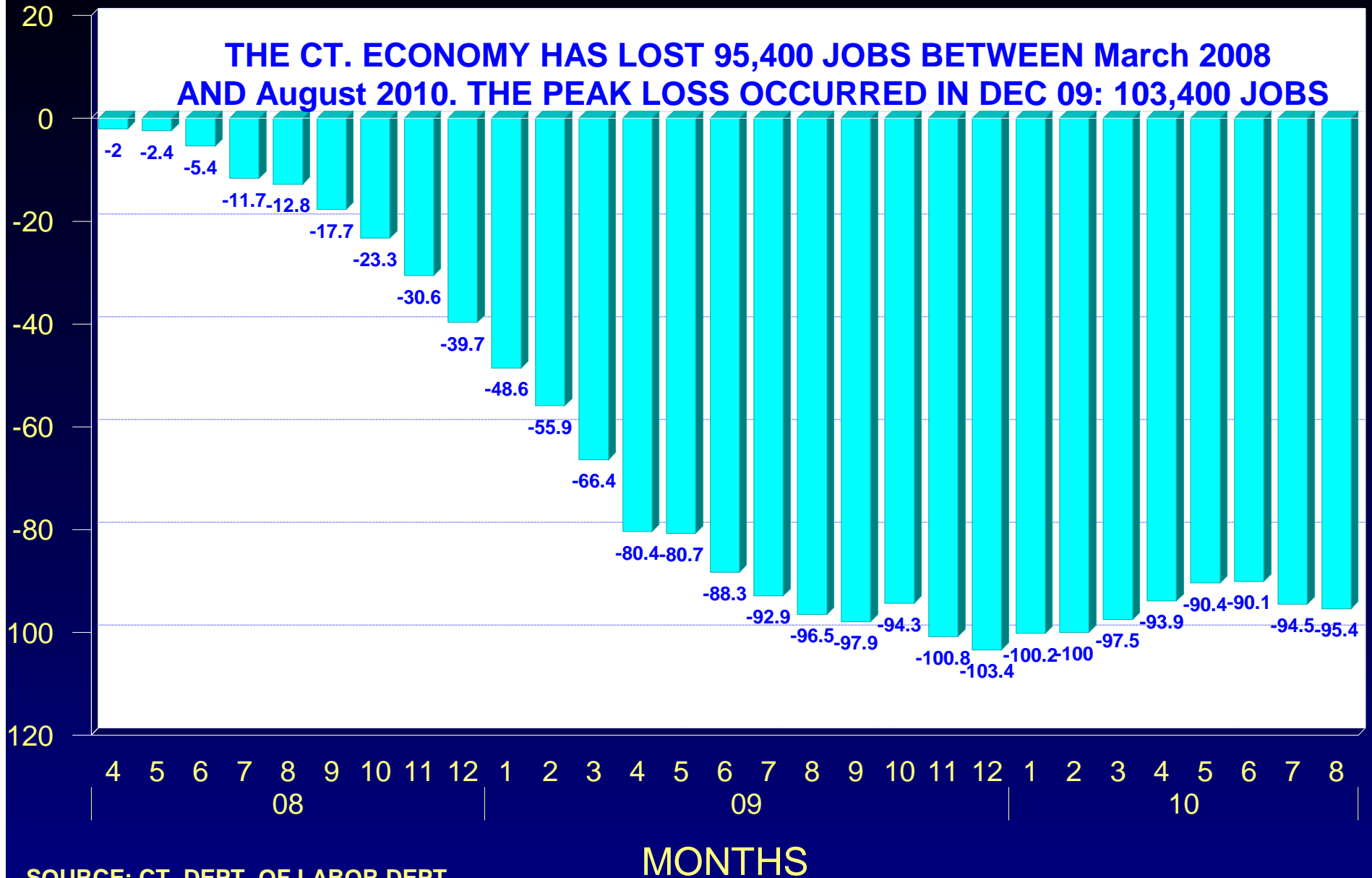
SOURCE: U.S. DEPT. OF LABOR

MONTHS OF U.S. RECOVERY NEEDED TO REACH PRIOR U.S. EMPLOYMENT PEAK FOLLOWING RECESSION TROUGH

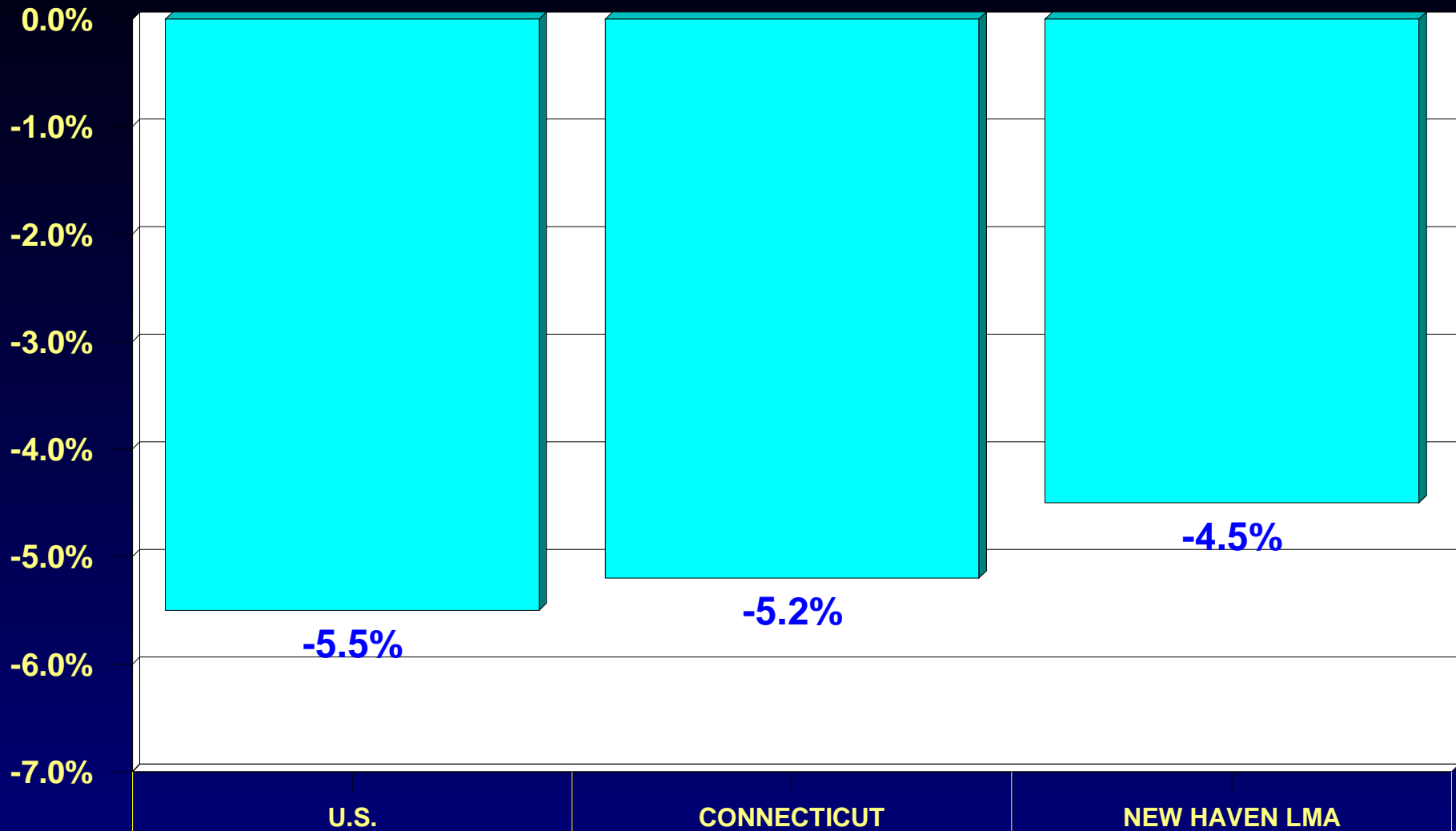


SOURCE: U.S. DEPT. OF LABOR

CUMULATIVE CT. JOB LOSSES FROM March 2008 PEAK LEVELS TO PRESENT (000)

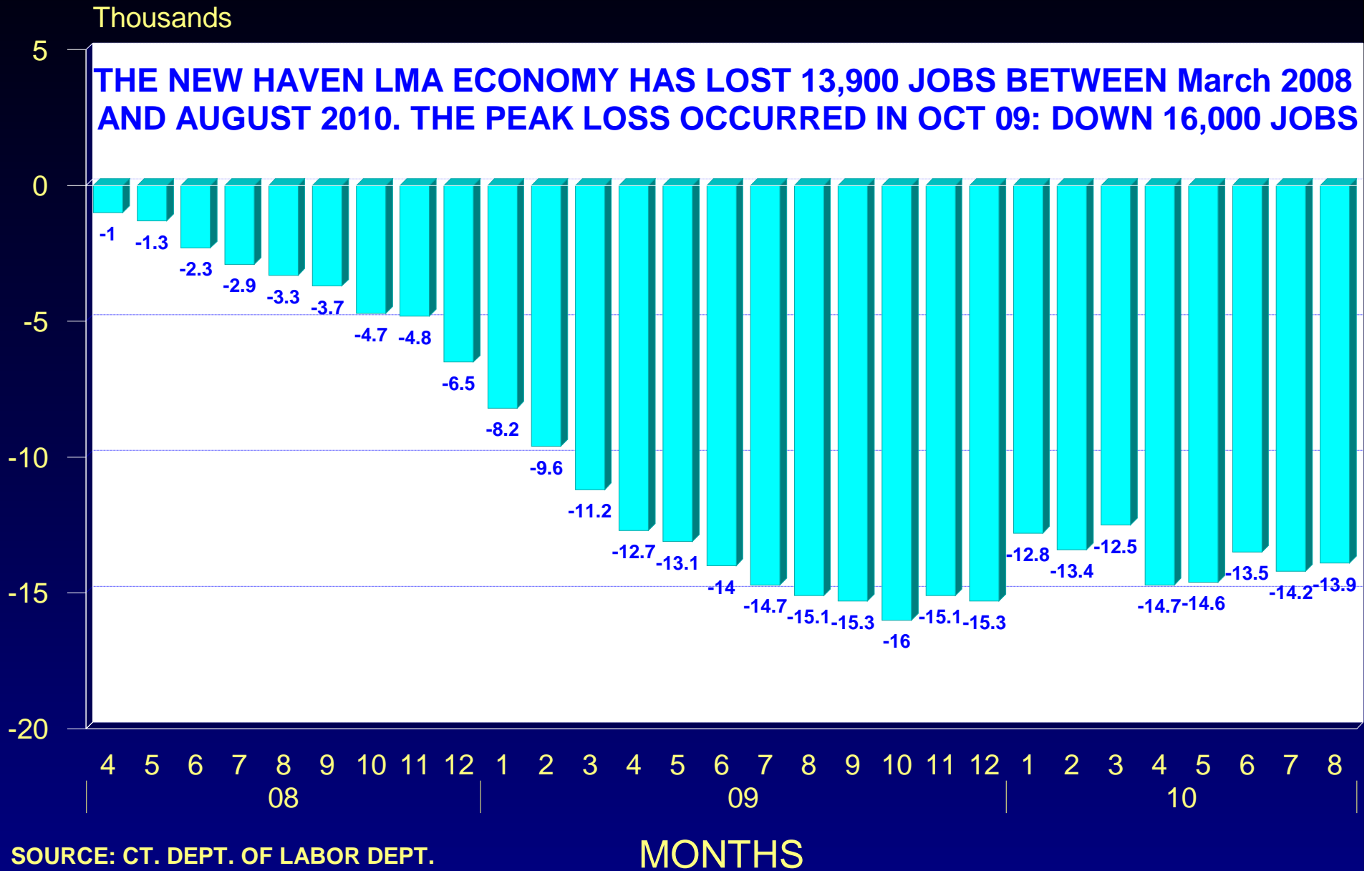


% CHANGE IN TOTAL NON-FARM EMPLOYMENT, NEW HAVEN LMA VS. CONNECTICUT AND THE U.S. SINCE START OF U.S. RECESSION (DEC 2007), DEC 2007-AUG 2010

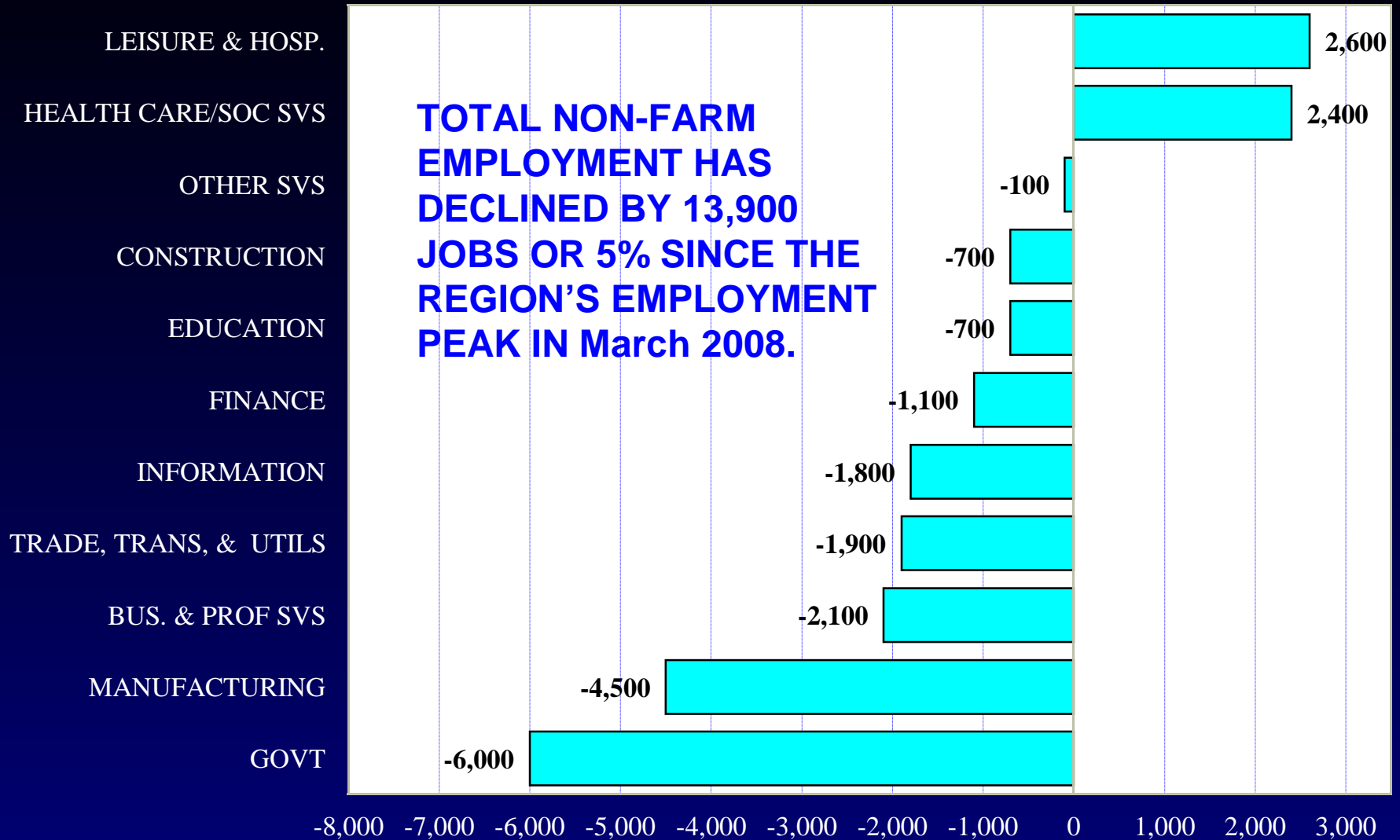


SOURCES: U.S. BUREAU OF LABOR STATISTICS, CT. LABOR DEPT.

CUMULATIVE NEW HAVEN LMA JOB LOSSES FROM March 2008 PEAK LEVELS TO PRESENT (000)



ABSOLUTE CHANGE IN NON-FARM EMPLOYMENT BY SECTOR - NEW HAVEN LABOR MARKET AREA -MAR 08-AUG 10

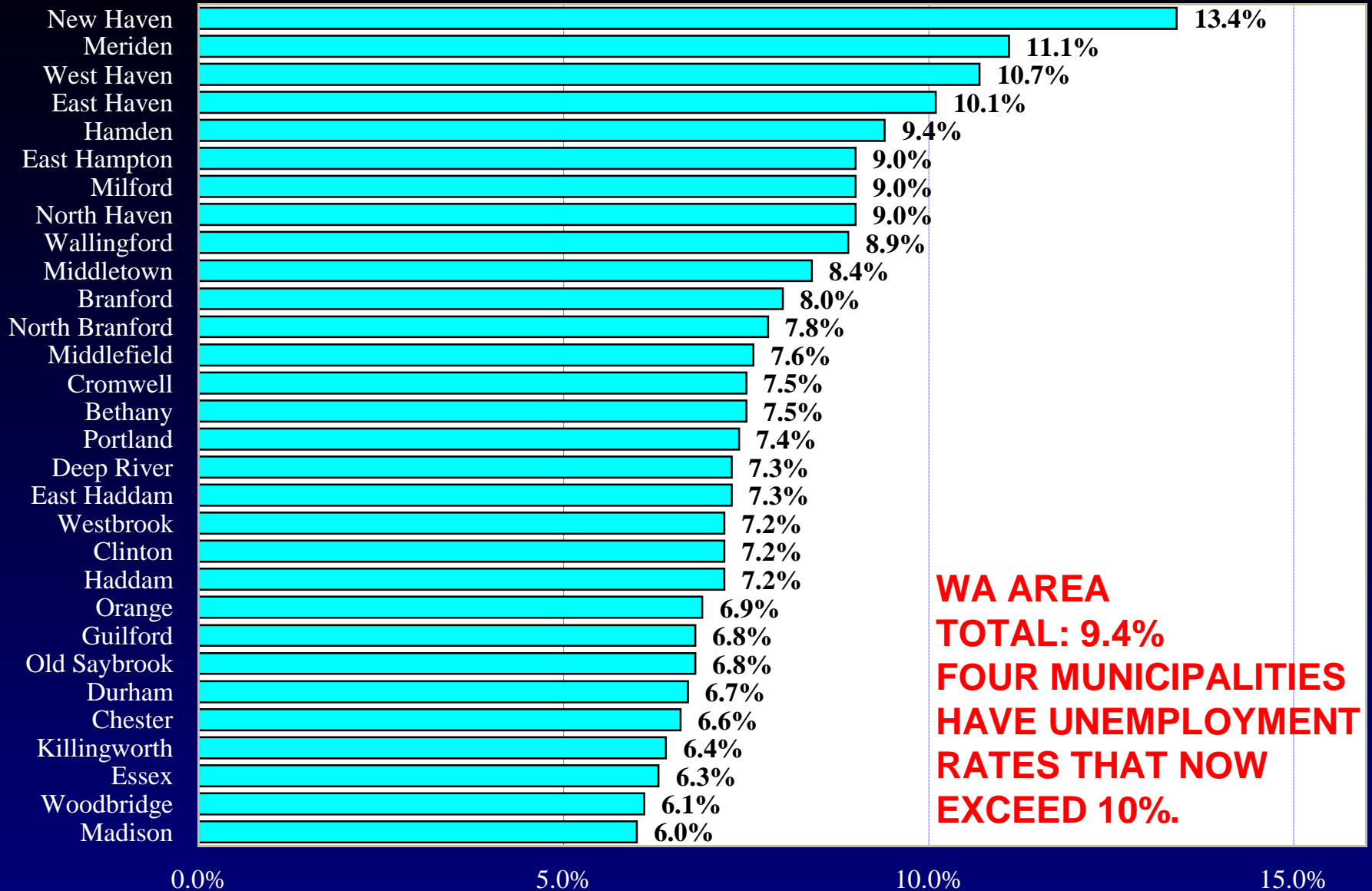


Sources: SA employment totals: CT Labor Dept, BLS

Note: Sectoral change calculations made by DataCore Partners LLC and are approximate. They are based on DataCore Partners LLC mathematical algorithms that share out NSA data to SA totals.

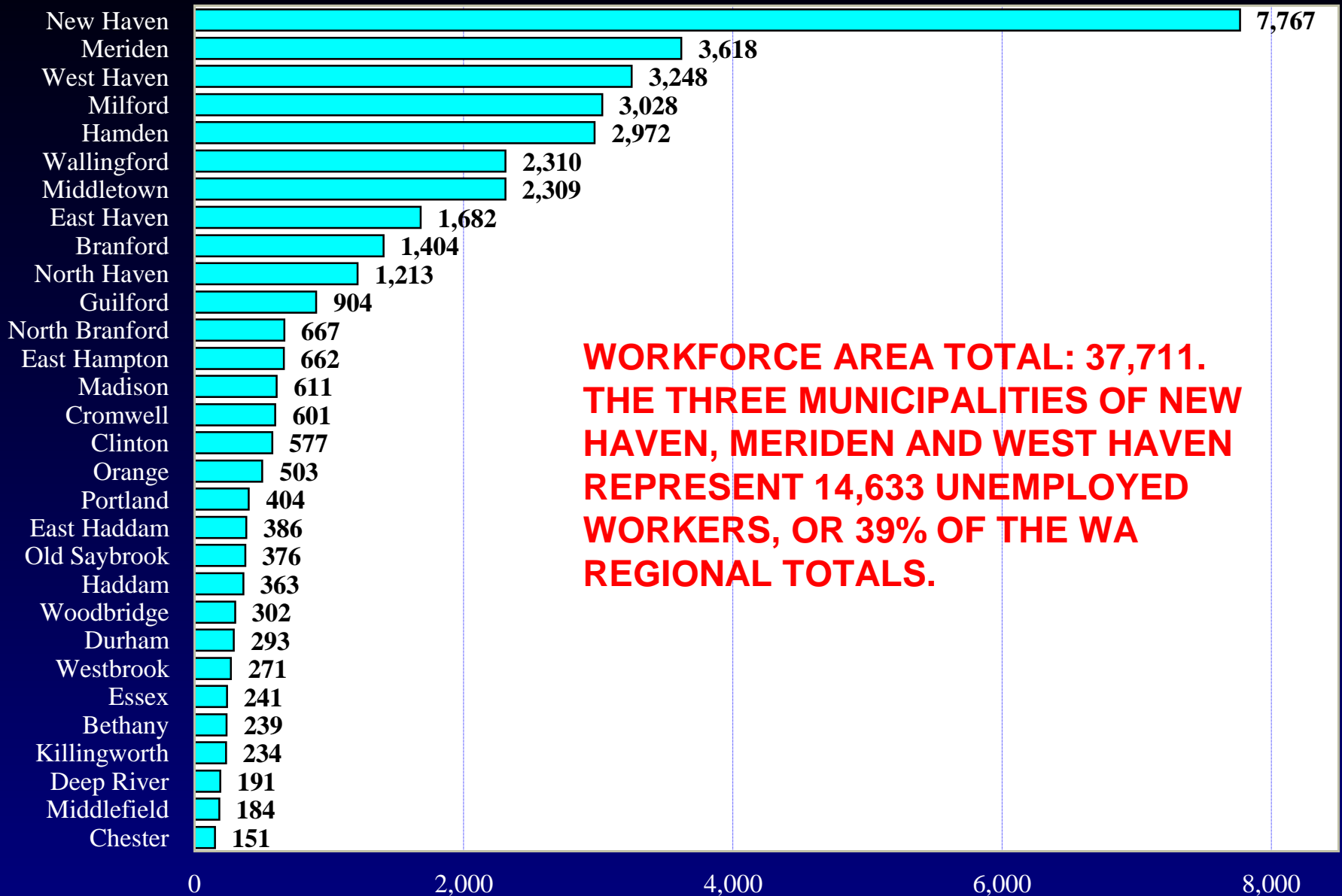
SOUTH CENTRAL UNEMPLOYMENT %- AUG 2010

RANKED ORDERED BY MUNICIPALITY



Sources: CT LABOR DEPT

OF UNEMPLOYED WORKERS SOUTH CENTRAL WORKFORCE AREA - AUG 2010



Sources: CT LABOR DEPT, NSA DATA

LABOR MARKET SUMMARY STATISTICS SOUTH CENTRAL WIA VS. CT AND U.S.

| | <u>JAN 08</u> | <u>JAN 09</u> | <u>MAY10</u> | <u>AUG 10</u> |
|--|---------------|---------------|---------------|---------------|
| WA AREA-LABOR FORCE | 391,663 | 396,395 | 398,590 | 402,455 |
| WA AREA- # EMPLOYED | 370,898 | 366,147 | 363,380 | 364,744 |
| WA AREA-# UNEMPLOYED | 20,765 | 30,248 | 35,210 | 37,711 |
| <small>NOTE: COMPARING DIFFERENT MONTHS WITH ACCURACY REQUIRES SEASONALLY ADJUSTED DATA, WHICH IS NOT AVAILABLE.</small> | | | | |
| WA AREA- UNEMPLOYMENT % | 5.3% | 7.6% | 8.8% | 9.4% |
| CT- UNEMPLOYMENT % | 5.4% | 7.3% | 8.8% | 9.3% |
| U.S.-UNEMPLOYMENT % | 5.4% | 7.6% | 9.3% | 9.5% |

SOURCE: DATACORE PARTNERS LLC, BLS
NOTE: NON-SEASONALLY ADJUSTED DATA (NSA)