



# Nevada Labor Market Briefing: May 2019

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## Summary of Labor Market Economic Indicators

Department of Employment, Training, & Rehabilitation

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*Prepared by the Research and Analysis Bureau*

# State Employment

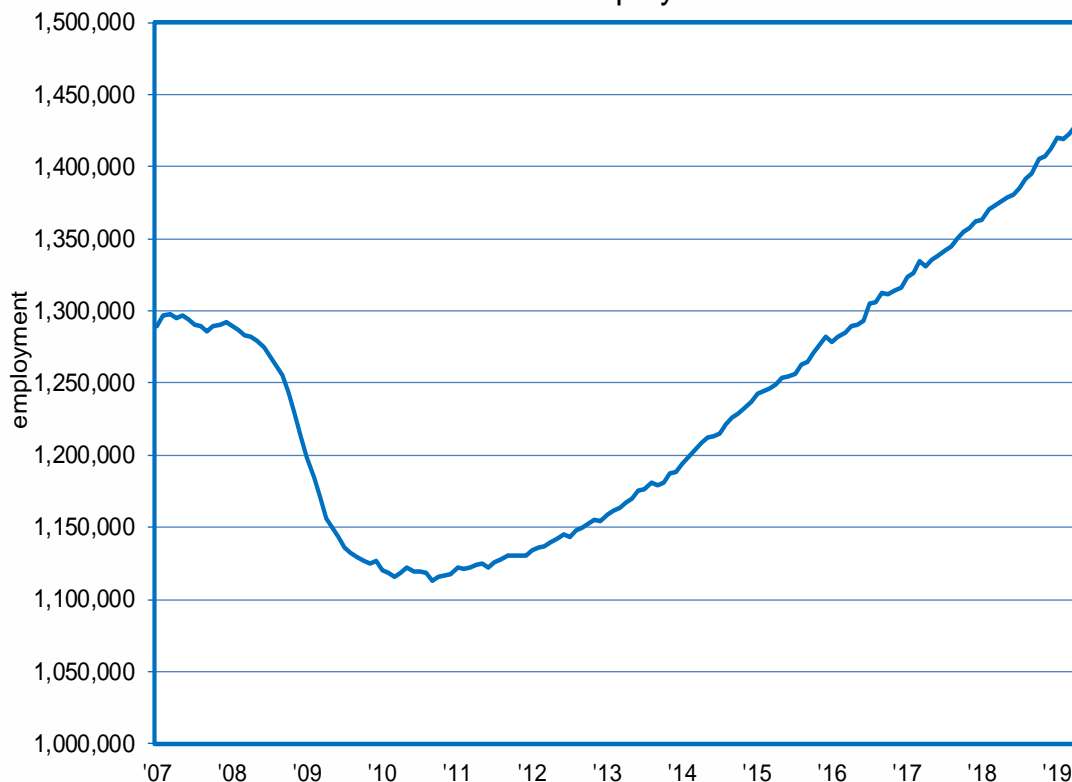
**Total Employment of 1,434,200 in May (SA<sup>1</sup>)**

**Non-farm Job Levels Up 55,200<sup>1</sup> or 4% Over the Year, 2<sup>nd</sup> Largest Gain This Expansion**

**Up 5,900 Jobs Over the Month**  
3,400 (NSA<sup>2</sup>) jobs were expected to be added based upon historical trends, but 9,300 were actually realized, resulting in the seasonally-adjusted increase

April's employment level was revised up by 2,500 jobs<sup>1</sup> bringing the two-month gain to 11,200 jobs

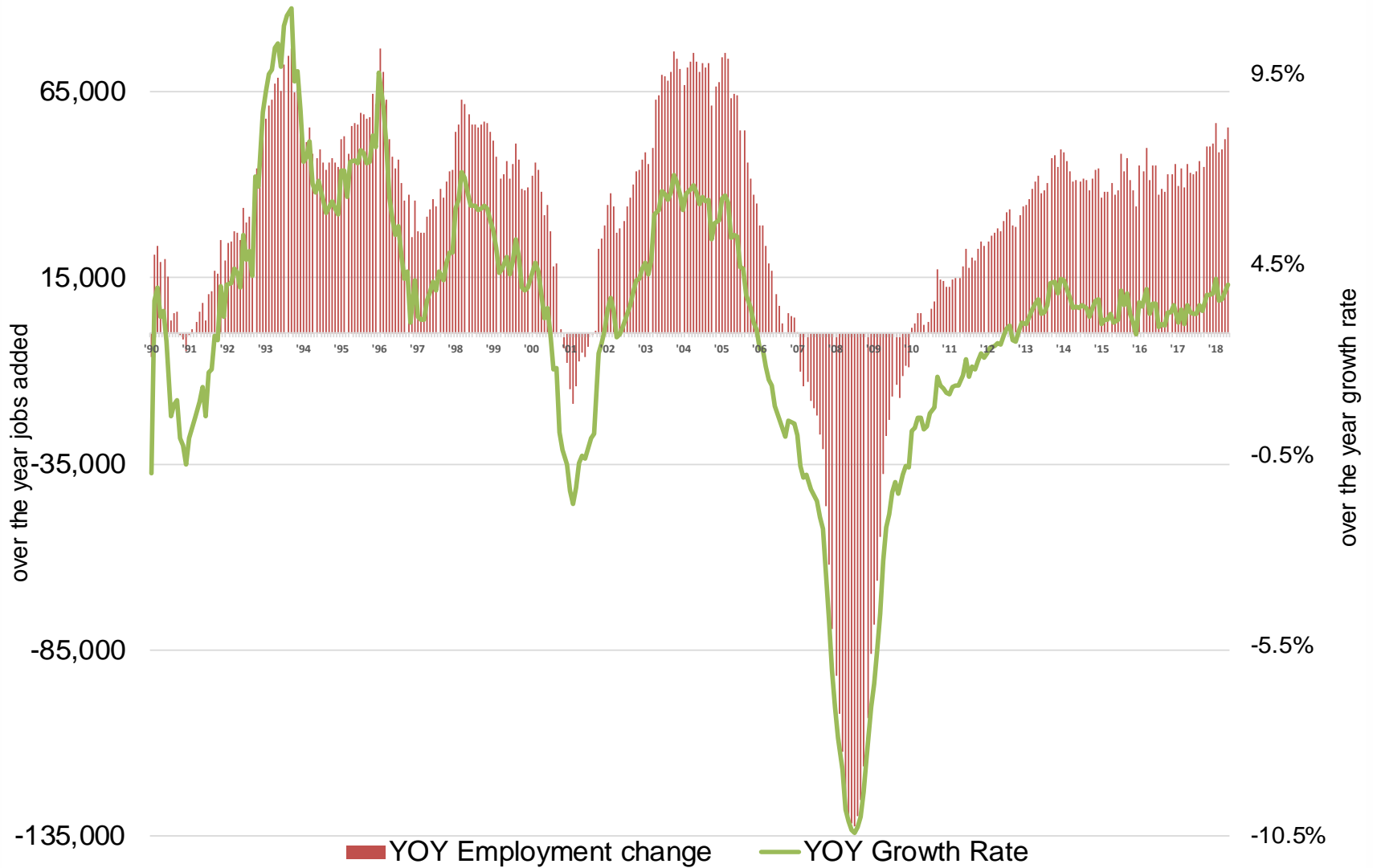
Total Nonfarm Employment



<sup>1</sup> seasonally adjusted

<sup>2</sup> not seasonally adjusted

# Nevada Job Growth

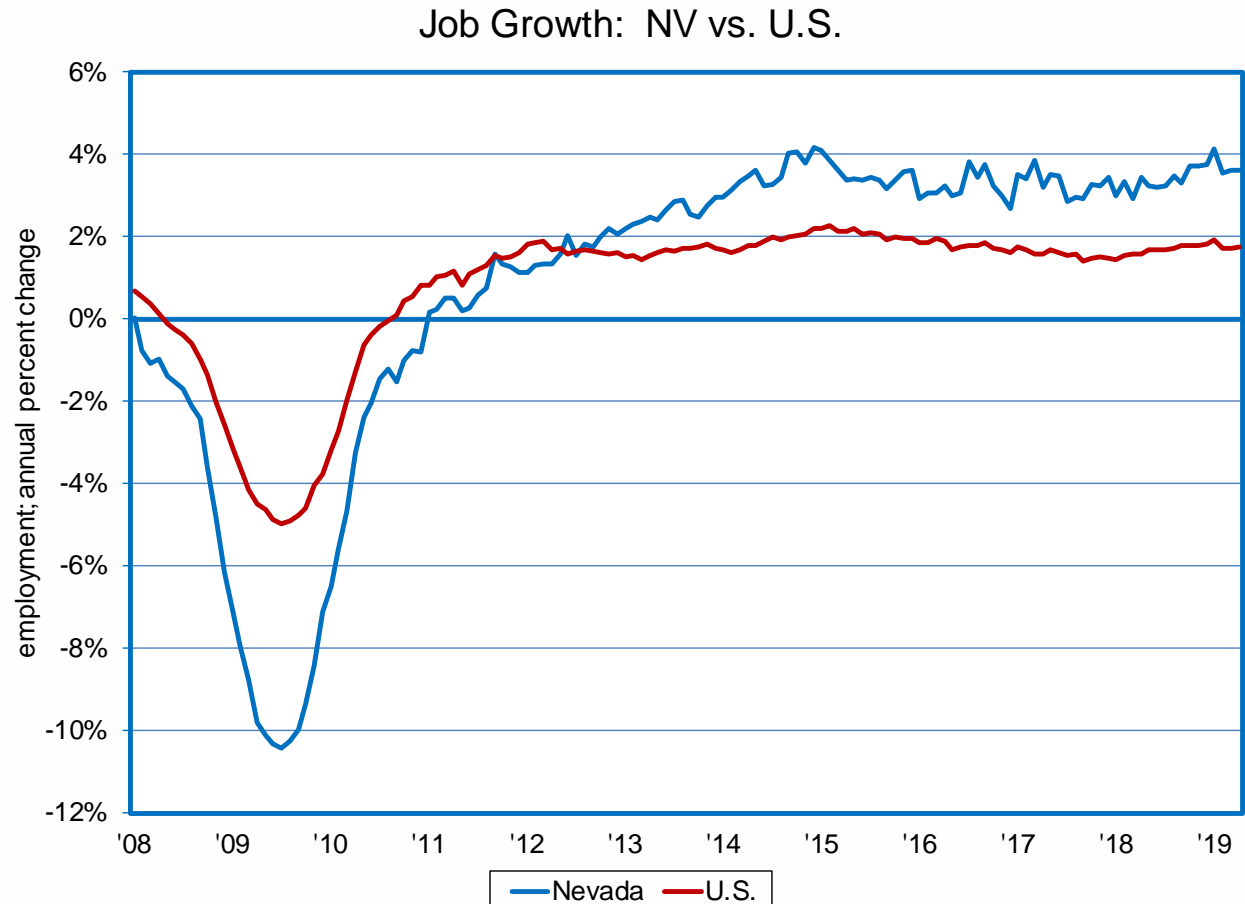


<sup>1</sup> seasonally adjusted

# Nevada Growing Twice as Fast as Nation

Nevada's employment grew at an annual rate of 4% in May, compared to 1.6% in the nation as a whole<sup>1</sup>

Nevada's job growth has outpaced the nation for 82 straight months



<sup>1</sup> seasonally adjusted

# 12-Month Average Job Growth Across All Sectors

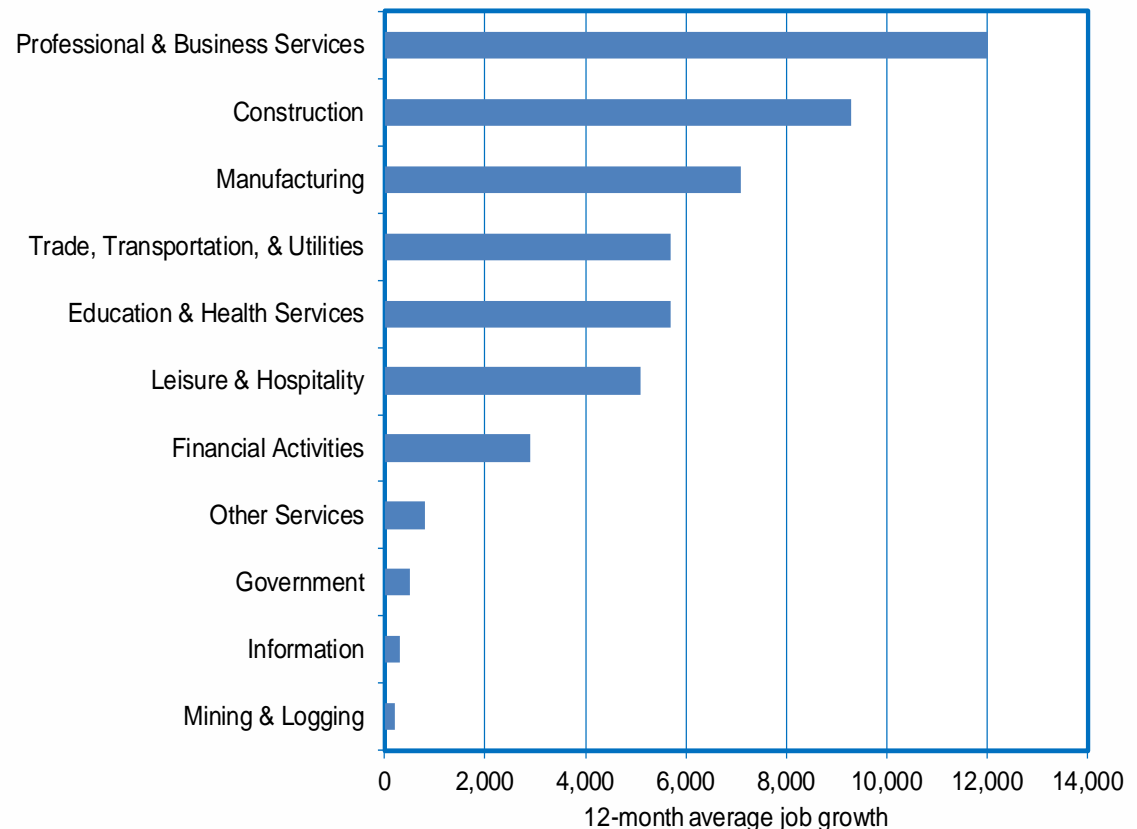
Professional and business services is up 12,000 jobs, using a 12-month average through May over the same time last year, a gain of 6.5%<sup>1</sup>

Manufacturing has grown by 14.1% after adding 7,100 jobs

Construction added 9,300 jobs, a gain of 10.8%

Edu./health services grew by 4.2% and added 5,700 jobs

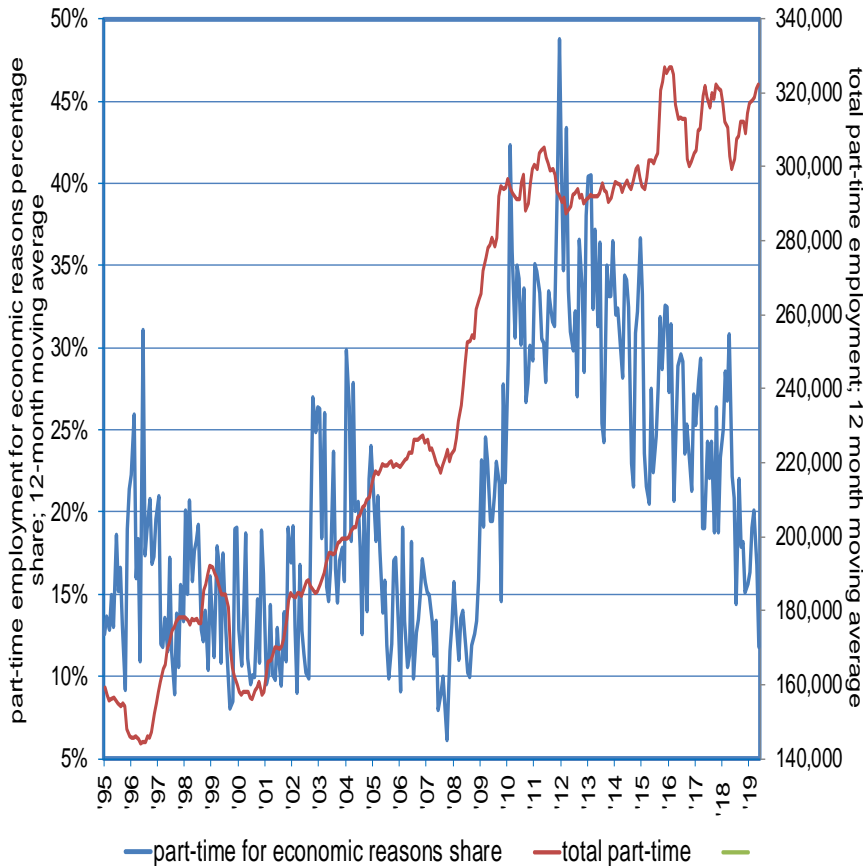
Nevada Nonfarm Job Growth by Industry



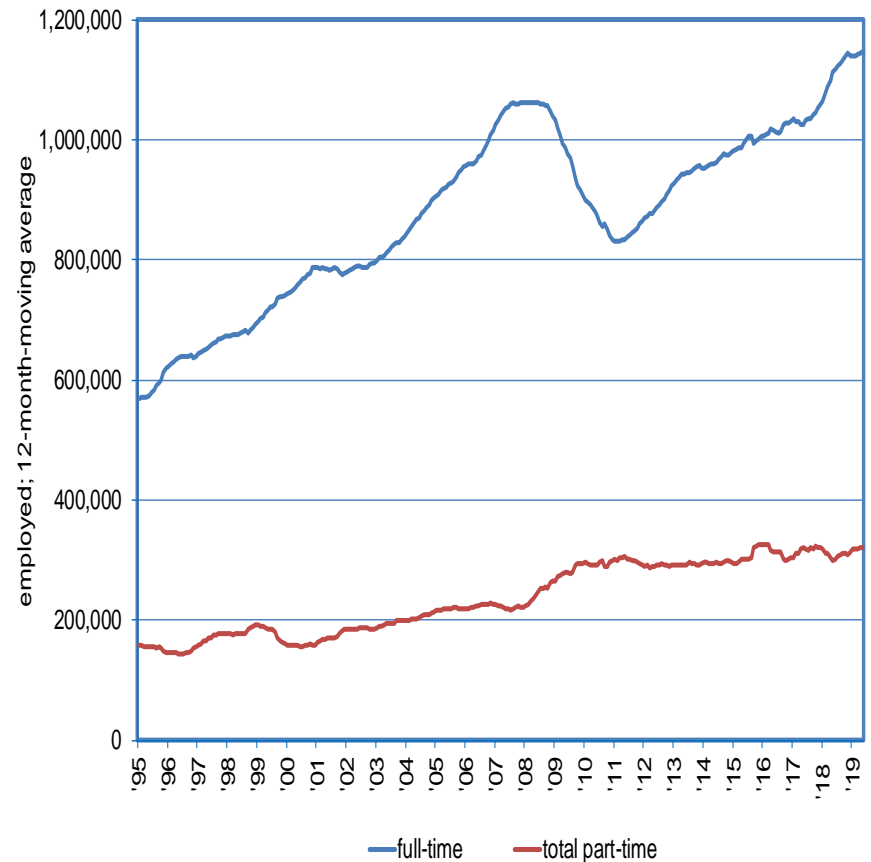
<sup>1</sup> not seasonally adjusted

# Full Time and Part Time Employment in Nevada Trending Up; Part Time Employment for Economic Reasons Declining but Still Higher than Historical Levels

Nevada Part-time Employment for Economic Reasons

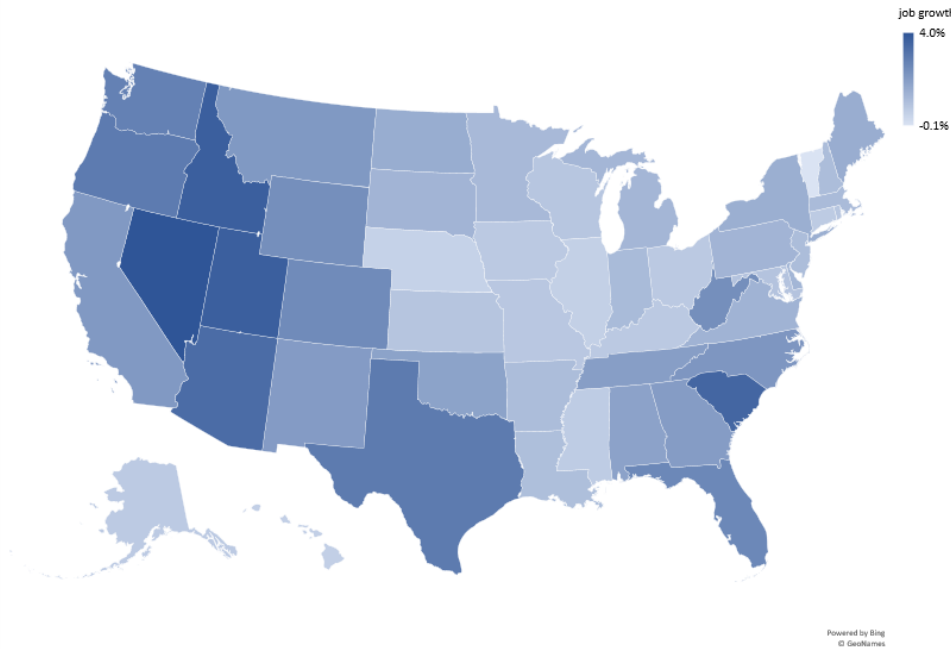


Nevada Full Time and Part Time Employment



# Nevada Ranks 1st in Private Sector Job Growth Over the Year; Employment up 48,600 vs. 2017 (Part 1)

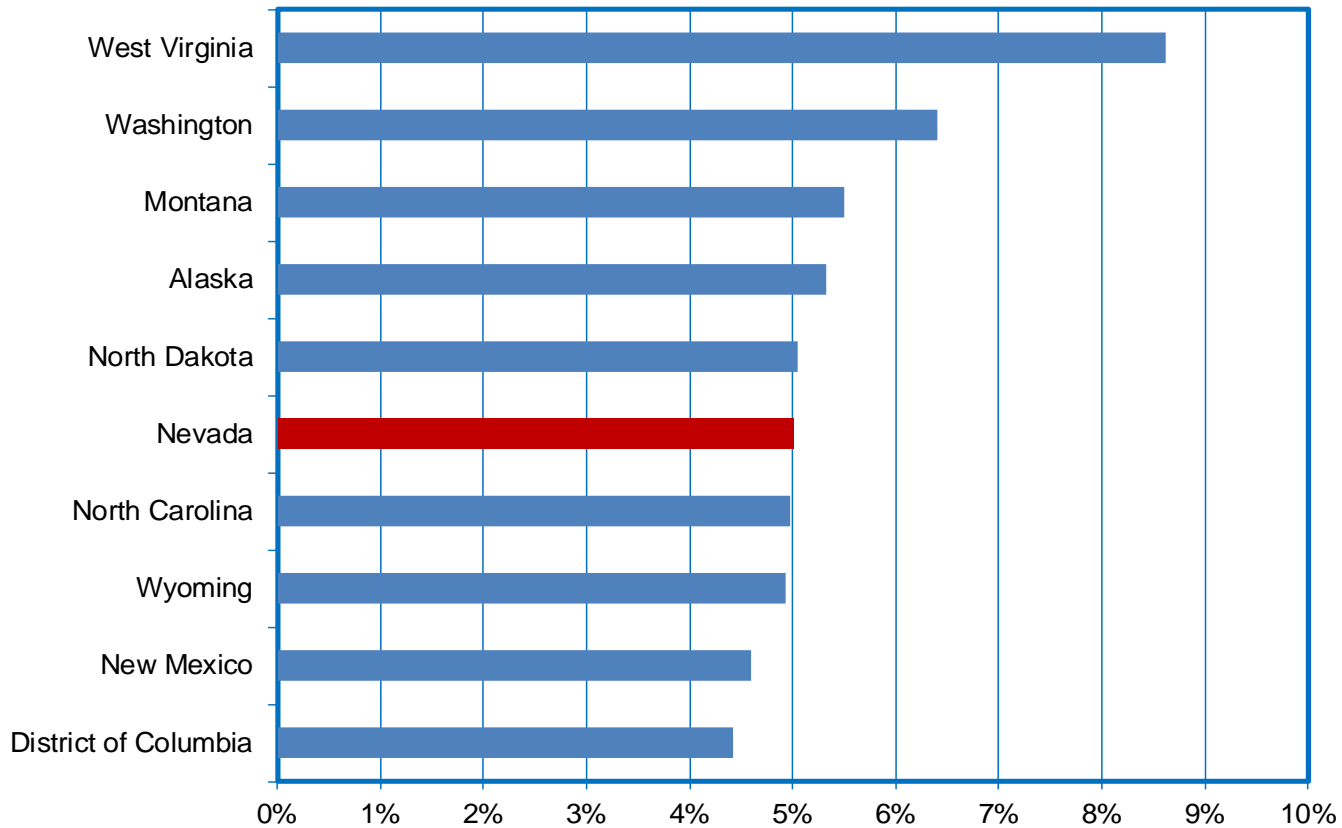
2018 Private Sector Job Growth Over the Year



Industry	Growth (Year-over-Year)	Rank
Total, All Industries	4.0%	1st
Natural Resources and Mining	7.6%	3rd
Construction	8.6%	6th
Manufacturing	16.5%	1st
Trade, Transportation, and Utilities	1.9%	4th
Information	3.5%	8th
Financial Activities	2.2%	10th
Professional, Scientific, and Technical Services	5.4%	1st
Education and Health Services	5.3%	2nd
Leisure and Hospitality	1.3%	29th

# Nevada Ranks 1st in Private Sector Job Growth Over the Year; Employment up 48,600 vs. 2017 (Part 2)

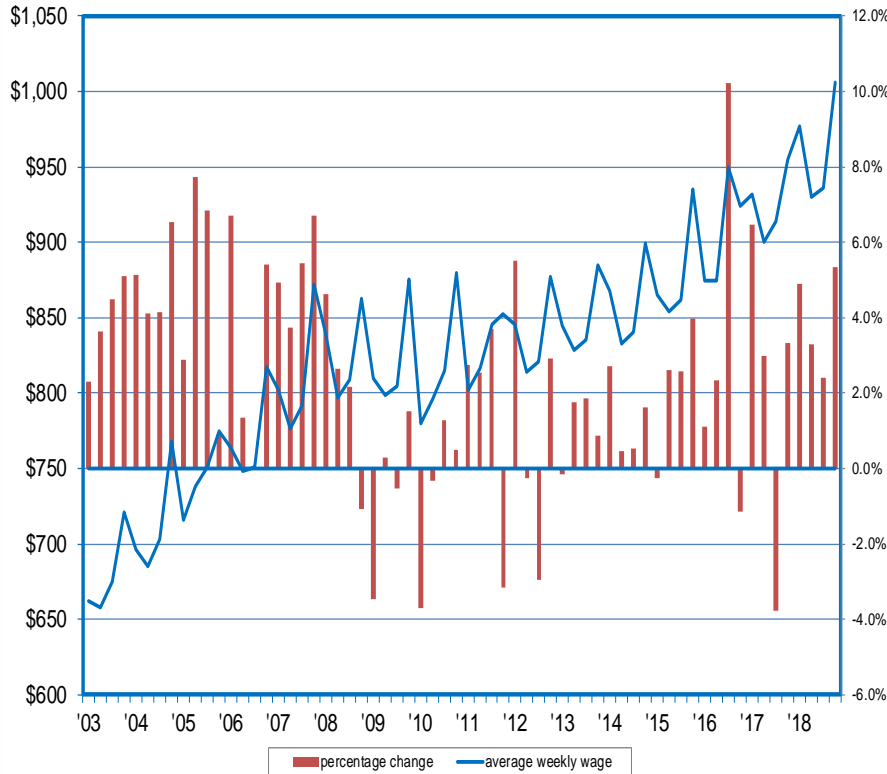
Percentage Change in Average Weekly Wages 2018:IVQ to 2017:IVQ





# Average Silver State Wages Up by 5.3% in 2018: IVQ; However, this change is affected by an unusual comparison period

Nevada Average Weekly Wages



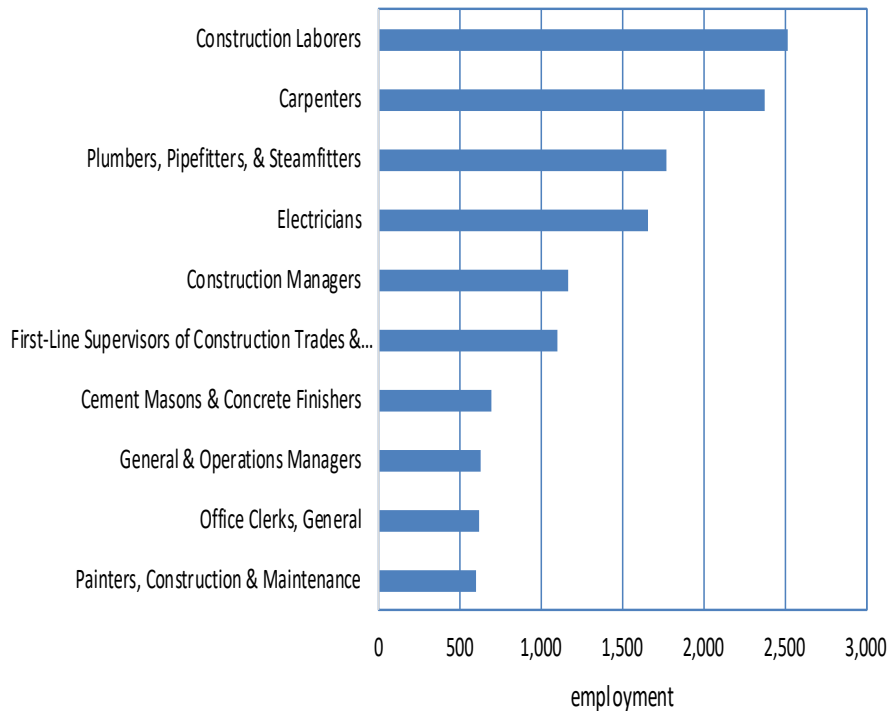
Industry	2018:IVQ	Industry	2018:IVQ
Management of Companies and Enterprises	\$ 3,012	Manufacturing	\$ 1,079
Utilities	\$ 2,228	Real Estate and Rental and Leasing	\$ 1,056
Mining, Quarrying, and Oil/Gas Extraction	\$ 1,819	Educational Services	\$ 924
Finance and Insurance	\$ 1,556	Transportation and Warehousing	\$ 963
Professional, Scientific, and Technical Services	\$ 1,612	Agriculture, Forestry, Fishing, and Hunting	\$ 805
Wholesale Trade	\$ 1,514	Other Services	\$ 743
Public Administration	\$ 1,344	Arts, Entertainment, and Recreation	\$ 824
Unclassified	\$ 1,708	Administrative and Waste Management Services	\$ 675
Information	\$ 1,389	Accommodation and Food Services	\$ 653
Construction	\$ 1,270	Retail Trade	\$ 606
Health Care and Social Assistance	\$ 1,132		

This quarter's increase appears somewhat higher than most recent quarters because of unusual activity in the fourth quarter of 2017.

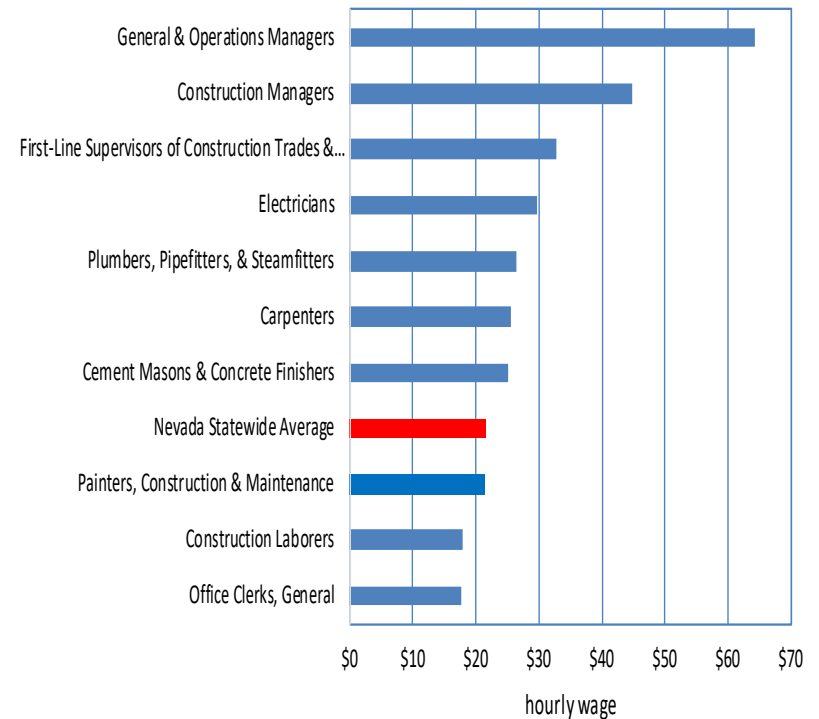
Typically, year-end bonuses are paid in the fourth quarter, however those appear to have been deferred from the fourth quarter of 2017 to the first quarter of 2018, when the new tax law took effect.

# Top Ten Projected Growth Occupations; Construction Sector

## Top 10 Construction Occupations



## Top Paid Occupations in Construction



# State Unemployment Rate 4.0% in May 2019

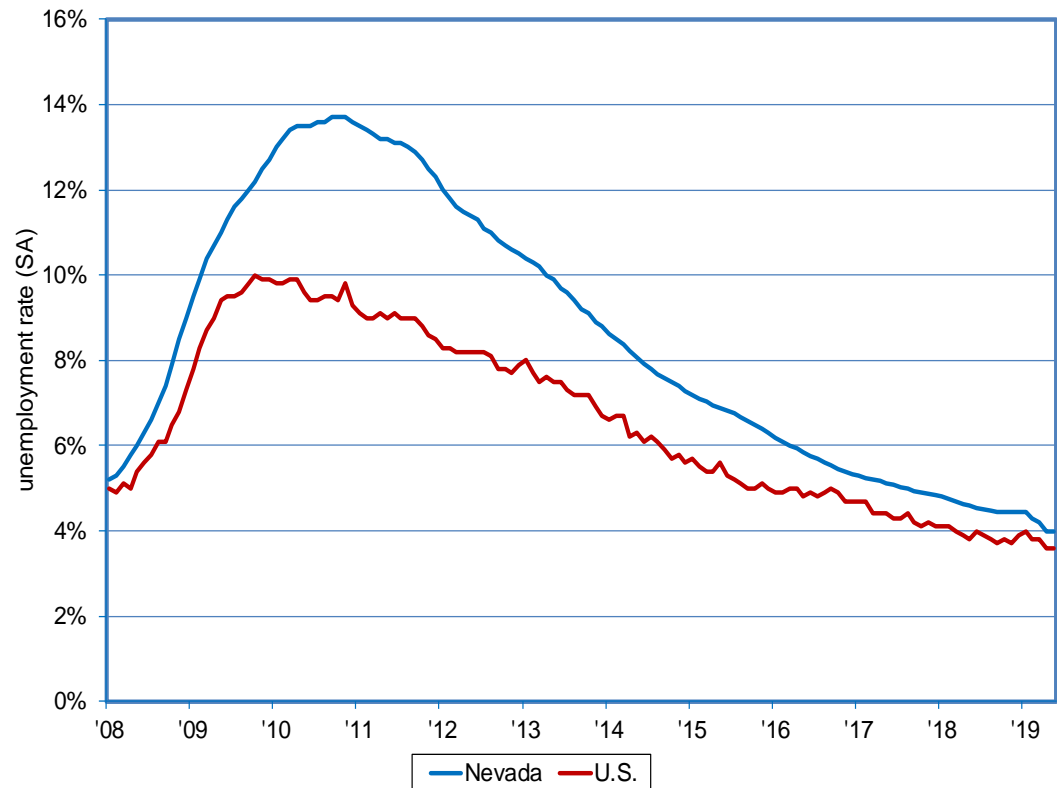
Unchanged from April;  
down from 4.6% a year  
ago<sup>1</sup>.

Lowest rate since April  
2006

Unemployment totaled  
60,578, down 815 over  
the month and 7,890  
over the year

Compares to a 3.6%  
rate for the U.S. – 0.4  
percentage point  
higher

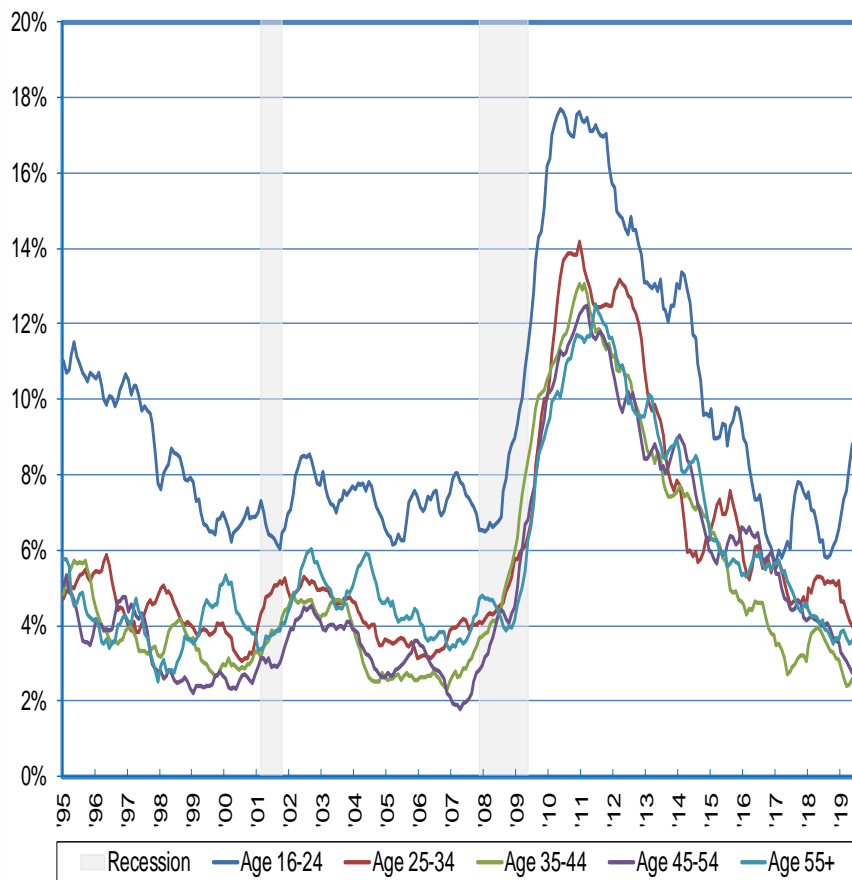
Unemployment Rate: Nevada vs. U.S.



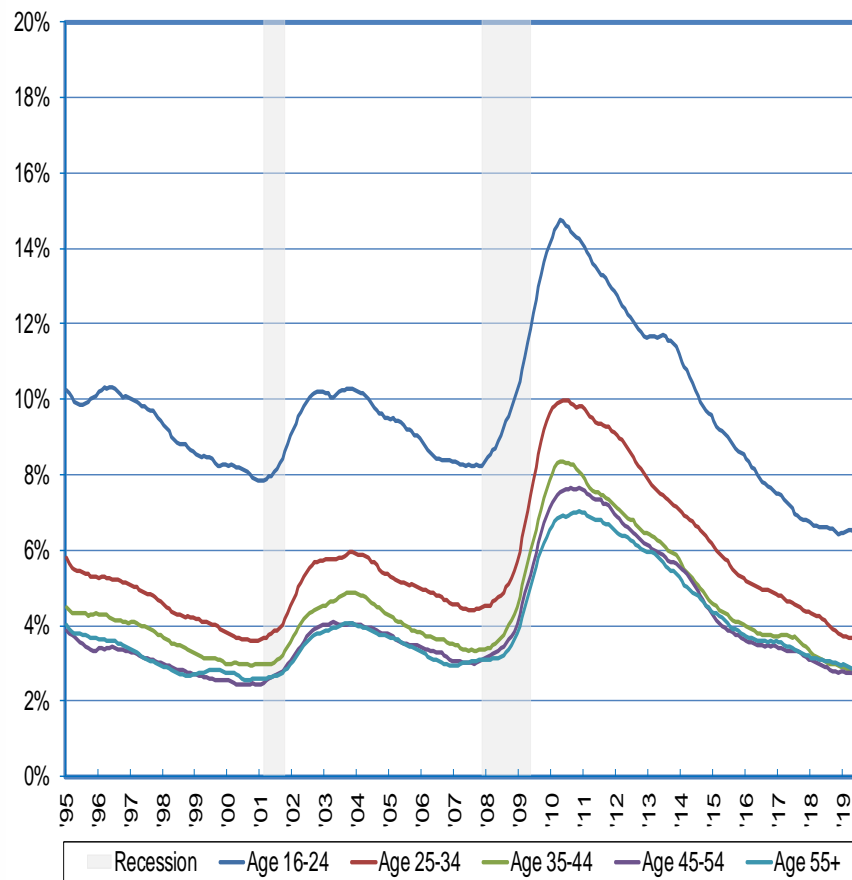
<sup>1</sup> seasonally adjusted

# Unemployment Rates Declined in All Age Groups from May 2018, Except for the 16-24 Group in Nevada Increased

Unemployment Rate by Age: Nevada



Unemployment Rate by Age: National



## State of Nevada Unemployment Insurance Monthly Claims Activity

Report Month: May 2019

Report Totals	May-19	May-18	% Δ Prev. Year	April-19	% Δ Prev. Month	12 Month Avg.
Initial Claims	9,432	9,789	-3.65%	10,080	-6.43%	10,149
New Claims	6,233	6,225	0.13%	6,490	-3.96%	6,733
Additional Claims	2,423	2,753	-11.99%	2,724	-11.05%	2,607
Weeks Claimed	71,151	75,950	-6.32%	78,385	-9.23%	81,129
Weeks Compensated	58,506	63,190	-7.41%	72,743	-19.57%	66,940
Amount Compensated	\$20,476,684	\$20,982,120	-2.41%	\$25,473,883	-19.62%	\$23,008,628
Weeks Compensated Total Unemployment	53,175	56,701	-6.22%	66,476	-20.01%	60,586
Amount Compensated Total Unemployment	\$19,303,108	\$19,564,766	-1.34%	\$24,066,214	-19.79%	\$21,581,022
First Payments	4,054	4,068	-0.34%	4,202	-3.52%	4,600
Final Payments (Exhaustions)	1,455	1,688	-13.80%	1,777	-18.12%	1,550
Computed Measures	May-19	May-18	% Δ Prev. Year	April-19	% Δ Prev. Month	12 Month Avg.
Average Weekly Benefit	\$363.01	\$345.05	5.20%	\$362.03	0.27%	\$356.20
Average Duration	13.17	13.28	-0.80%	13.23	-0.46%	13.32
Exhaustion Rate	32.81%	33.80%	-2.94%	32.65%	0.48%	33.19%
Continued Compensation Ratio	82.23%	83.20%	-1.17%	92.80%	-11.39%	82.69%
Initial Compensation Ratio	42.98%	41.56%	3.43%	41.69%	3.11%	45.19%
Average Benefits Per First Payment	\$4,761.50	\$4,809.43	-1.00%	\$5,727.32	-16.86%	\$4,740.20

DETR Research & Analysis

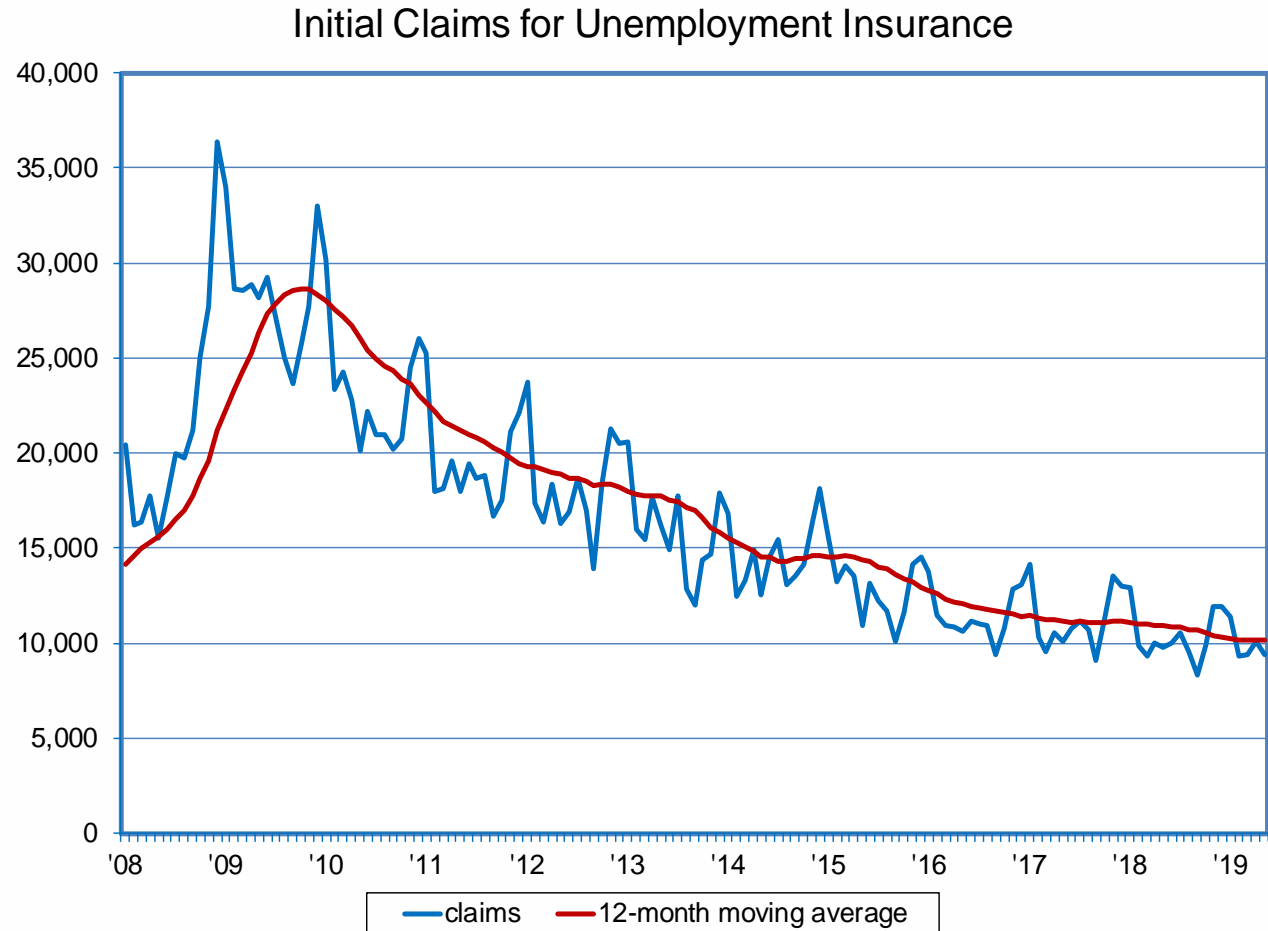
SOURCE: ETA 5159

# Initial Claims for Unemployment Decrease Over the Year

9,432 initial claims in May.

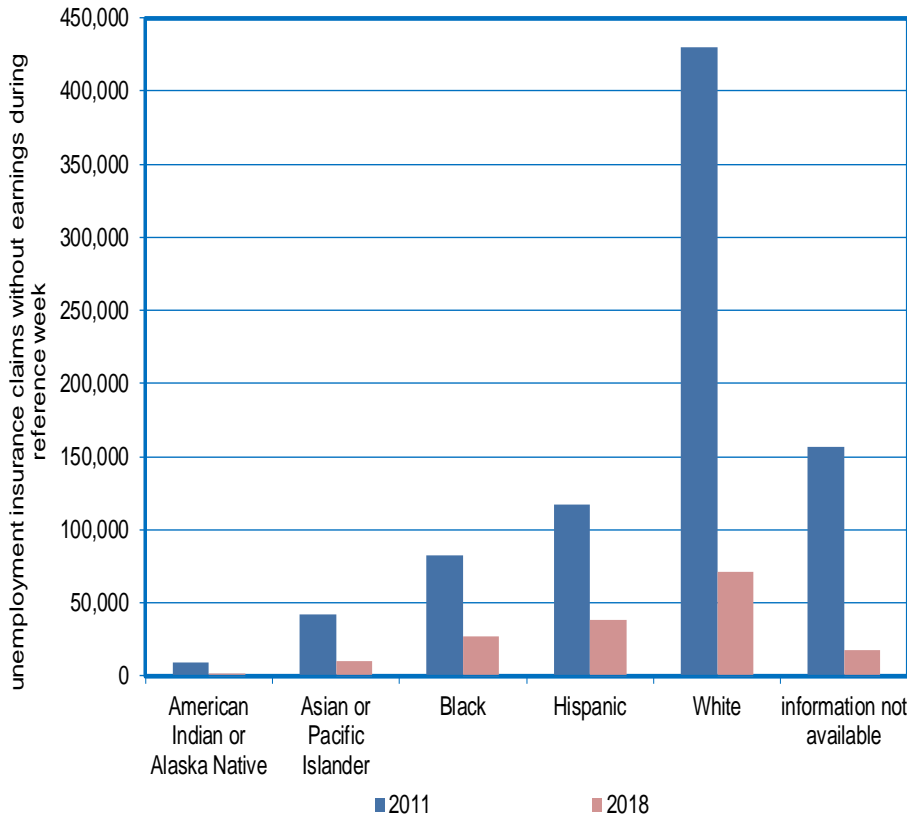
Down 3.6 % or 357 claims over the year.

Exhaustion rate slightly up over the month to 32.81%.

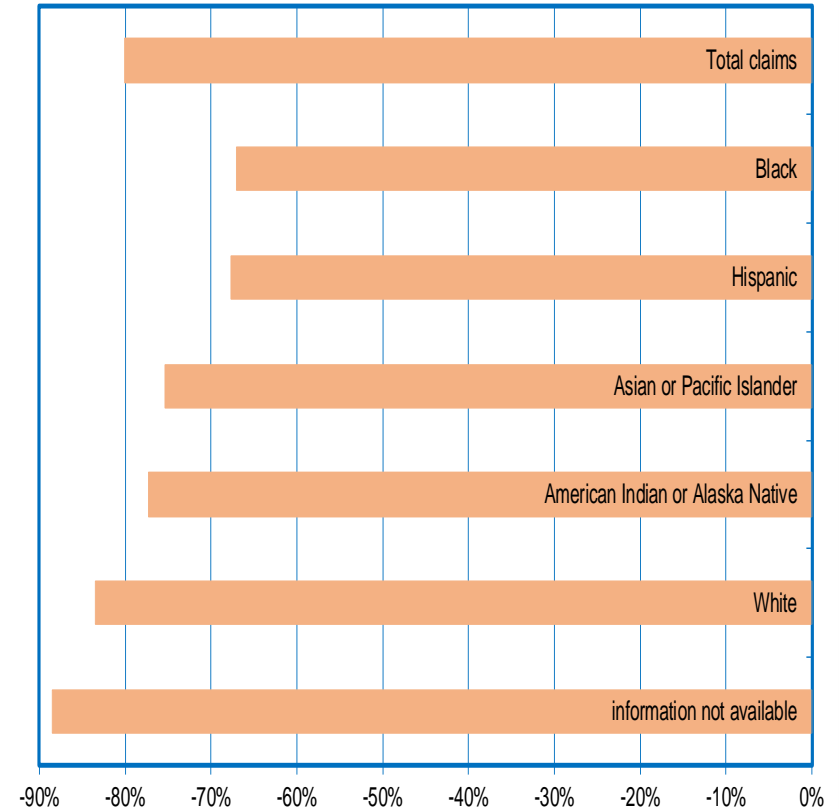


# Continued Claims Without Earnings Trending Down Across all Race Groups (Part 1)

Nevada Continued Claims Without Earnings

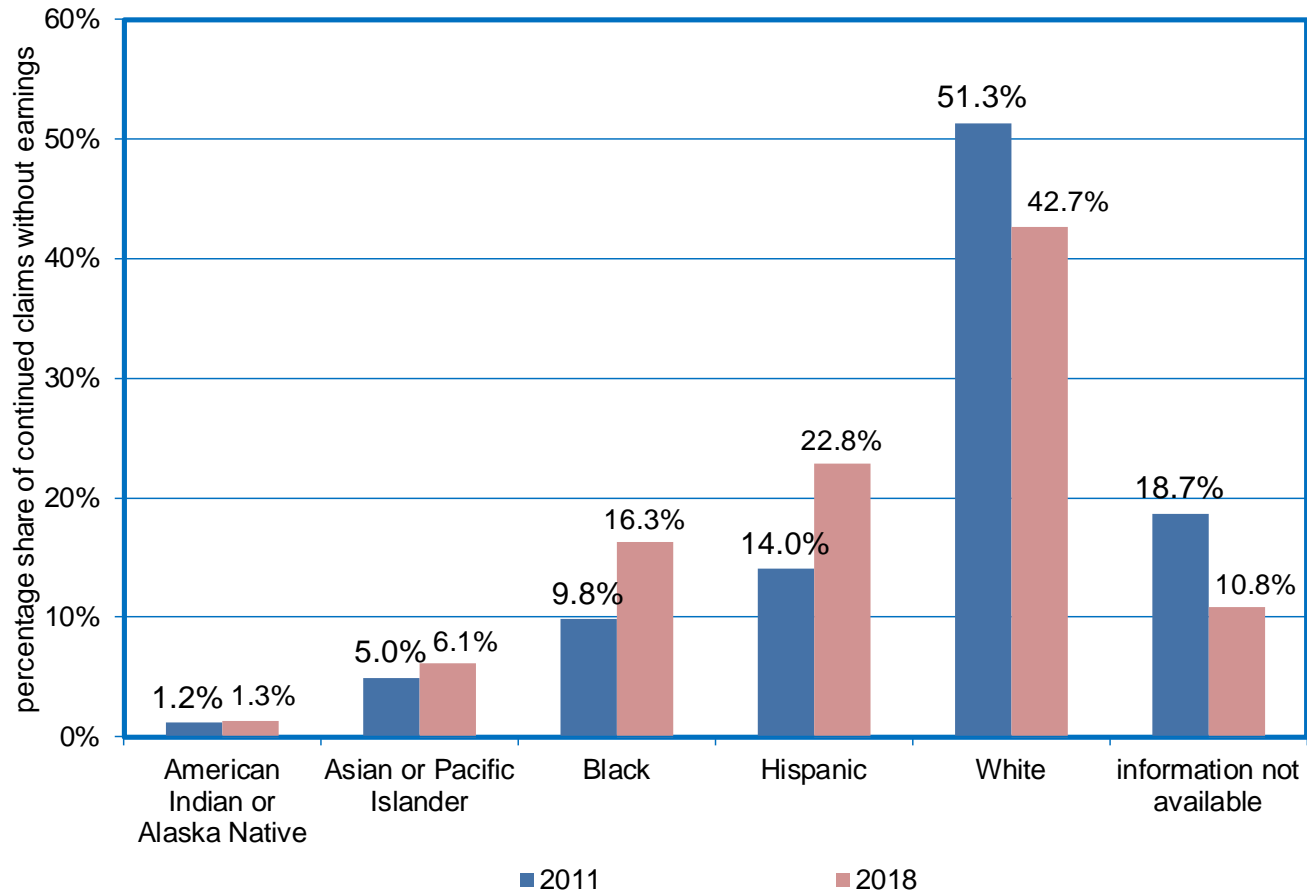


Nevada Continued Claims Without Earnings  
2011 to 2018 Growth



# Continued Claims Without Earnings Trending Down Across all Race Groups (Part 2)

Nevada UI Claims Without Earnings by Race Percentage Share





# Increased Population and Employment Influences Higher Housing Price (Part 1)

State Employment and Housing Price Growth 2010-2018

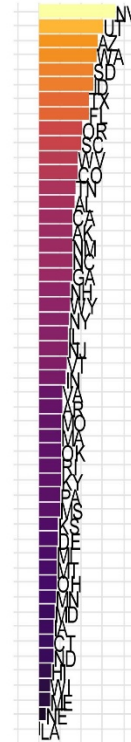
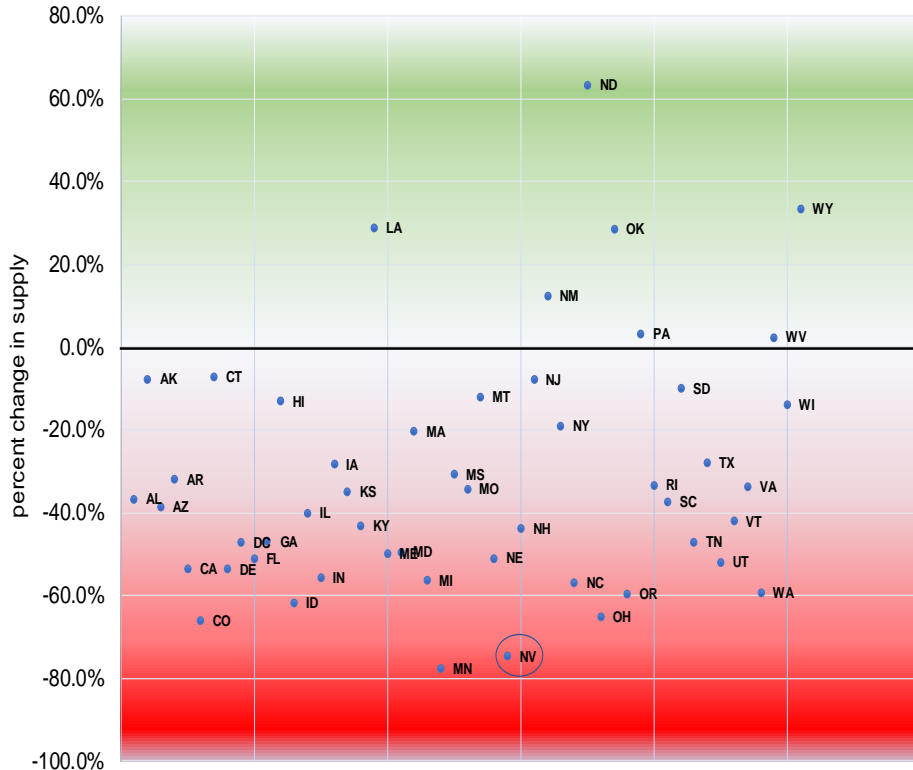


State Population and Housing Price Growth 2010-2018

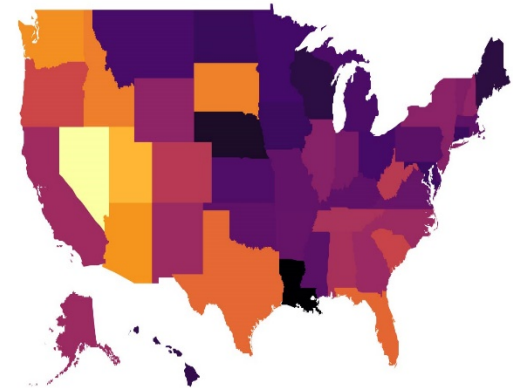


# Increased Population and Employment Influences Higher Housing Price (Part 2)

Homeowner Vacancy Rate Change 2010 - 2018

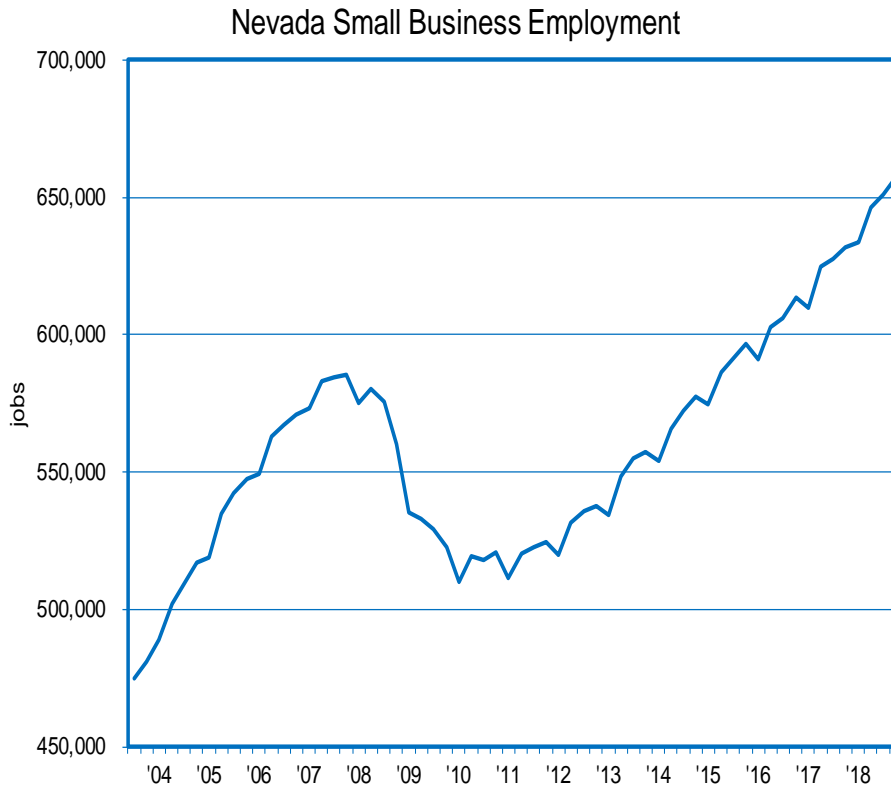


Employment growth (y/y)  
April of 2019



Source: U.S. Bureau of Labor Statistics

# Small Business Employment Grows by 4%, Highest Growth Since 2007:IQ



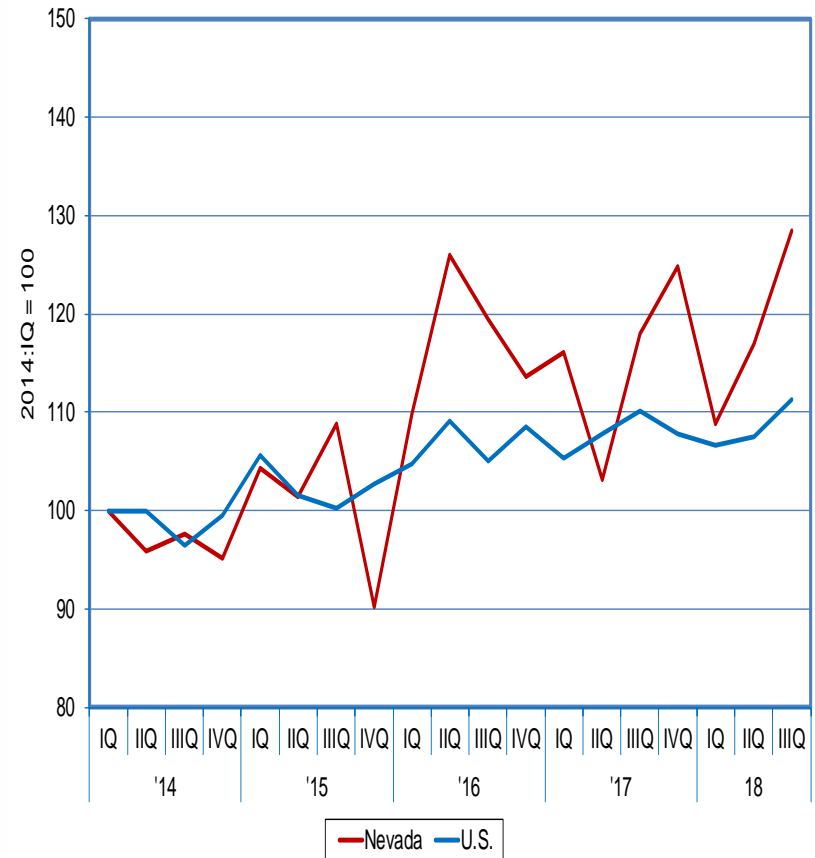
Industry	2018:IQ Employment (Share of Total)	2010:IQ Employment (Share of Total)
Accommodation and Food Services	113935 (17.3%)	82631 (16.2%)
Retail Trade	96364 (14.7%)	82450 (16.2%)
Health Care and Social Assistance	72430 (11.0%)	52414 (10.3%)
Construction	60863 (9.3%)	42795 (8.4%)
Professional, Scientific, and Technical Services	48538 (7.4%)	39281 (7.7%)
Administrative and Waste Management Services	47750 (7.3%)	37612 (7.4%)
Other Services	29694 (4.5%)	22690 (4.4%)
Wholesale Trade	27761 (4.2%)	24853 (4.9%)
Manufacturing	27085 (4.1%)	21595 (4.2%)
Finance and Insurance	25433 (3.9%)	22947 (4.5%)
Transportation and Warehousing	22976 (3.5%)	16753 (3.3%)
Real Estate and Rental and Leasing	22157 (3.4%)	18590 (3.6%)
Arts, Entertainment, and Recreation	19288 (2.9%)	14206 (2.8%)
Management of Companies and Enterprises	10893 (1.7%)	9863 (1.9%)
Educational Services	10841 (1.6%)	6712 (1.3%)
Information	9883 (1.5%)	8211 (1.6%)
Agriculture, Forestry, Fishing, and Hunting	4230 (0.6%)	1858 (0.4%)
Mining, Quarrying, and Oil/Gas Extraction	3123 (0.5%)	2305 (0.5%)
Unclassified	2582 (0.4%)	905 (0.2%)
Utilities	1447 (0.2%)	1300 (0.3%)

# Nevada Private Sector Business Establishment Openings Trending Up; Outpacing U.S. as a Whole

Establishment Openings NV vs. U.S.

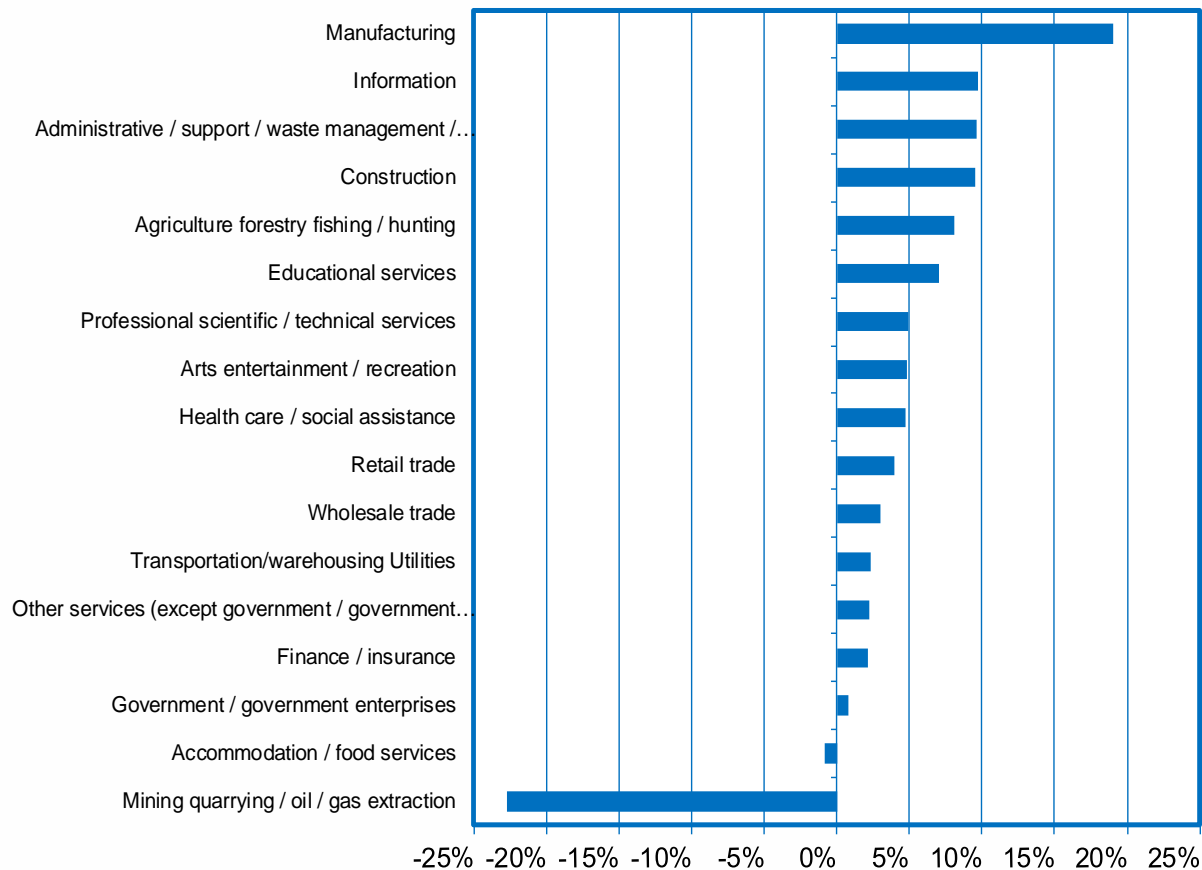


Establishment Closings NV vs. U.S.



# Year Over Year GDP Growth was Seen in Most Industries; Nevada Manufacturing Grew by 19.1 Percent; the Highest in the Nation

## GDP by Industry



# Nevada May Local News Notes

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## Northern Nevada

### **\*Power-Sonic leases 40,000 square feet to establish HQ at LogistiCenter at I-80**

Dermody Properties recently announced it has leased 40,750 square feet at the LogistiCenter at I-80 property for a distribution center and new corporate headquarters for Power-Sonic Corporation. The company's products are used in a variety of industrial and electronic applications serving end markets, including life safety, medical, utilities and infrastructure, power sports and industrial automation

### **\*SoCal-based Berkley International latest company to hop on Reno-Sparks relocation Bandwagon**

United Construction is building Berkley International's new 82,000-square-foot manufacturing facility on Peru Drive. Berkley is a custom molded fiber packaging company. Drive.

### **\*Panera Bread is coming to Reno's Damonte Ranch too, permit shows**

A permit filed with the city of Reno on Thursday shows that plans are underway for a Panera Bread site at the corner of Steamboat Parkway and Damonte Ranch Parkway.

## Southern Nevada

### **\*LVCVA approves nearly \$50M contract for underground transit system**

The organization's board voted 13-1 Wednesday in a special meeting to approve a \$48.7 million contract with Hawthorne, California-based The Boring Company, a spinoff of Elon Musk's SpaceX venture, for a people-mover transit system underneath the Las Vegas Convention Center.

### **\*MGM Resorts lays off 557 more employees in cost-cutting move**

MGM Chairman and CEO Jim Murren distributed a letter to employees saying 557 employees would learn their positions have been eliminated as part of the company's MGM 2020 cost-cutting restructuring. Of the 1,070 layoffs, 881 are Las Vegas employees, mostly in management or mid-management positions.

### **\*Las Vegas soccer stadium could follow 5 recent MLS stadiums**

The Las Vegas City Council is set to kick off talks next week on a plan to secure a Major League Soccer expansion franchise and a new soccer stadium near downtown. The proposed Las Vegas stadium would be built at the site of Cashman Field. They cost from \$100 million to an estimated \$400 million.

### **\*New hotel to open near the Palms in 2021**

The hotel would have 18 floors and 284 rooms, and aims to open in the fourth quarter of 2021. The non-gaming hotel is part of a mixed-use project that is slated to feature a luxury apartment complex by developer The Calida Group and would have retail and restaurants.

# For Additional Information, Please Contact:

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