

July 15, 2021

June 2021 Employment Report

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Types of Employment Data Analyzed

Survey of Businesses

Current Employment Statistics

- Employment and wage estimates by industry
- Measures jobs not number of people employed
- Excludes most agriculture, self-employed, family, military and rail workers

Survey of Households

Local Area Unemployment Statistics

- Unemployment, employment and labor force levels by geographic region
- Measures people employed not number of jobs
- Excludes individuals not in the labor force

Types of Analysis Discussed

Month-Over-Month

- Numeric/Percentage Change
- Issue: Large influence of seasonal factors
- Main Use: Compare changes to previous years in the same month – comparison of previous years point-in-time estimates

Year-Over-Year

- Numeric/Percentage Change
- Issue: Less influence of seasonal factors
- Main Use: Compare changes to previous time periods – long-term trends (growing, declining, accelerating, or decelerating)

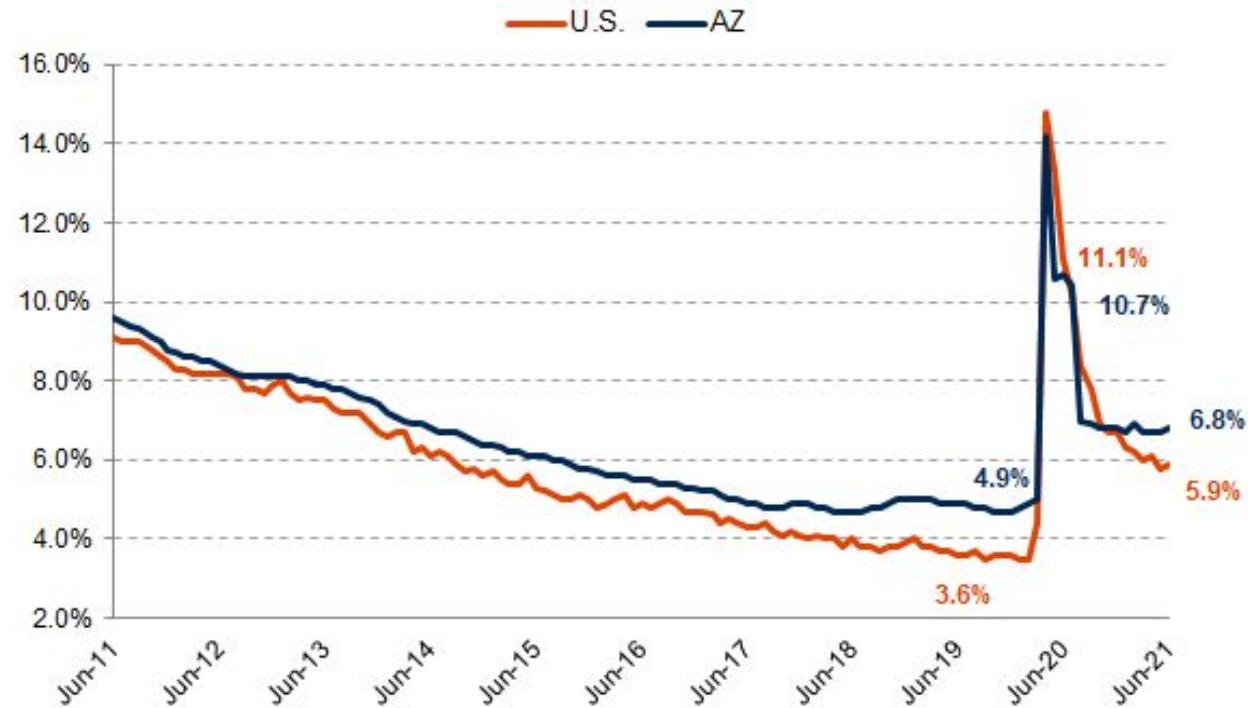
Month-Over-Month (MoM) Highlights

- The Arizona seasonally-adjusted (SA) unemployment rate increased to 6.8% in June 2021 from 6.7% in May 2021
- The U.S. SA unemployment rate increased to 5.9% in June 2021 from 5.8% in May 2021
- Arizona nonfarm employment decreased by 8,800 jobs
 - The private sector gained 26,000 jobs, while government lost 34,800 jobs
- Eight of the eleven major sectors reported job gains
 - The largest gains occurred within Leisure and Hospitality (4,800 jobs) and Trade, Transportation & Utilities (10,500 jobs)
- May 2021 total nonfarm employment gains were revised upwards to 1,500 jobs from 900 jobs

Year-Over-Year (YoY) Highlights

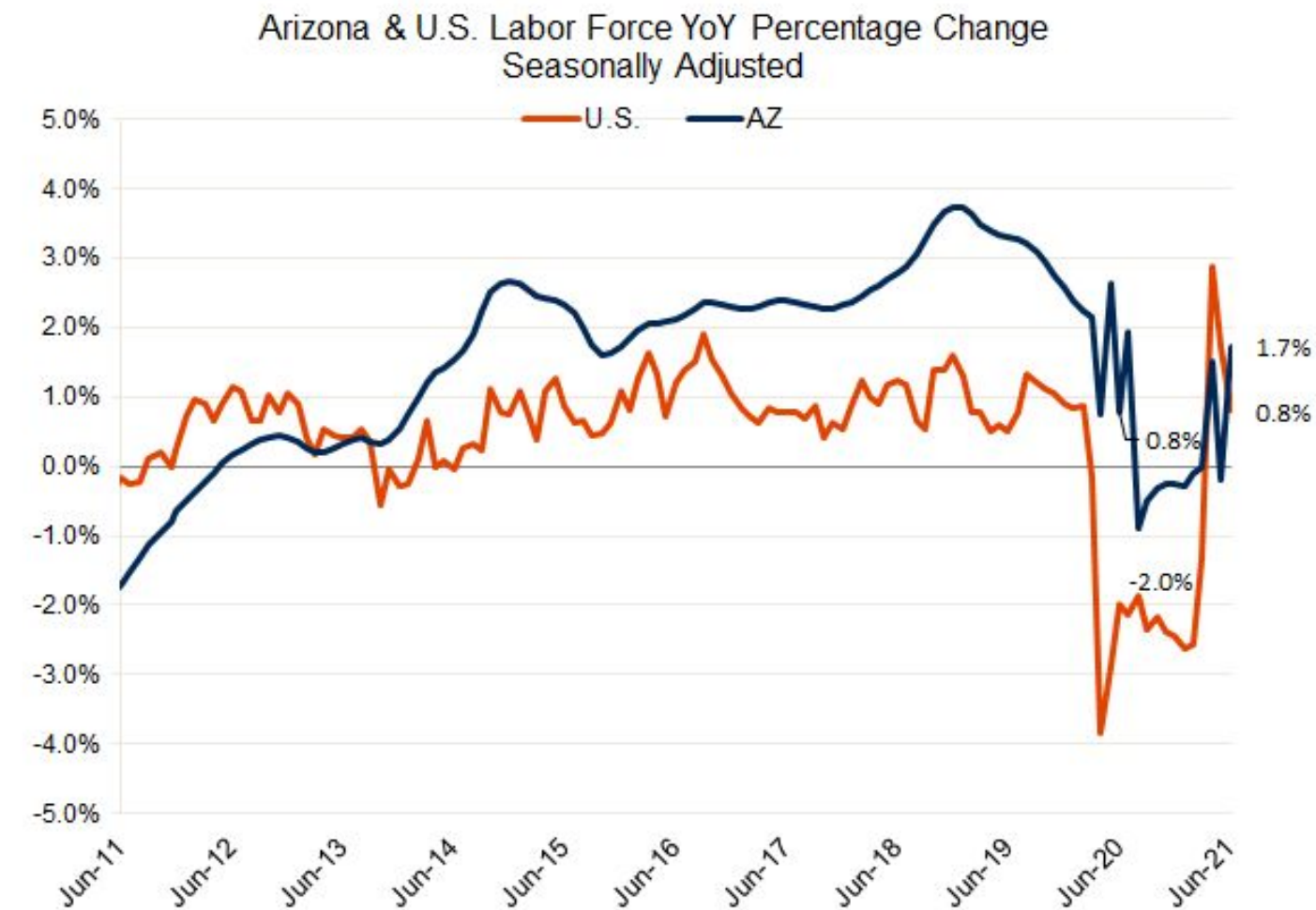
- Arizona nonfarm employment increased by 151,900 jobs (5.5%)
- Arizona private sector employment increased by 146,900 jobs (6.2%), while government employment increased by 5,000 jobs (1.4%)
- All eleven sectors recorded job gains
 - The largest gains were recorded in Leisure and Hospitality (41,500 jobs) and Trade, Transportation & Utilities (46,100 jobs)
- All seven Arizona metro areas (MSAs) gained jobs
 - The largest gains were recorded in Phoenix MSA (6.6%) and Flagstaff MSA (6.3%)

Arizona & U.S. Unemployment Rate Seasonally Adjusted



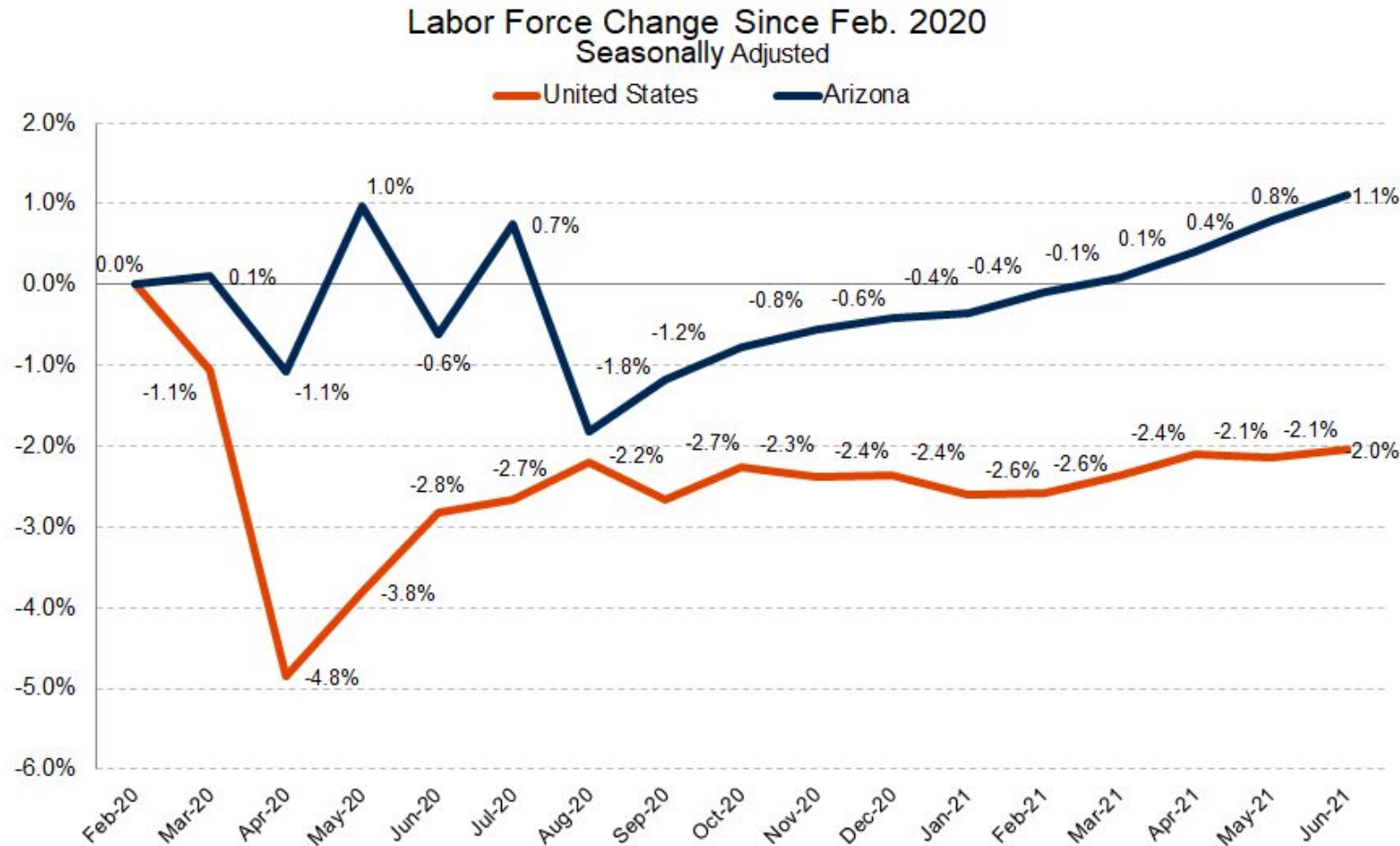
Period	Labor Force	Employment	Unemployment	Unemp. Rate
Jun-2020	3,561,870	3,180,733	381,137	10.7
May -2021	3,612,573	3,369,337	243,236	6.7
Jun-2021	3,623,481	3,378,762	244,719	6.8
OTM Change	10,908	9,425	1,483	0.1
OTY Change	61,611	198,029	-136,418	-3.9

Labor Force Change



Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

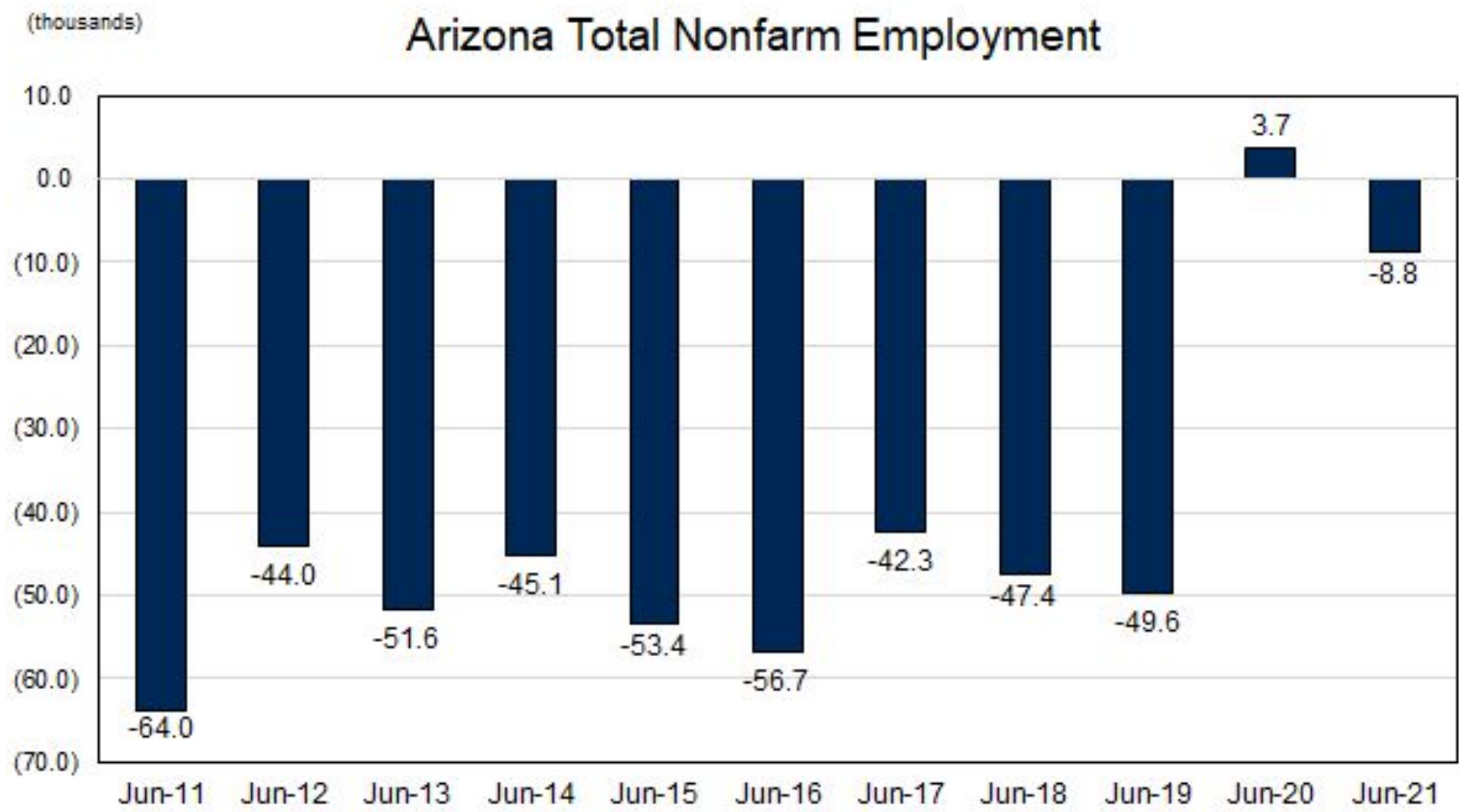
Labor Force Comparison



Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. Of Labor, Bureau of Labor Statistics

- The Arizona labor force has grown by 39,436 people (1.1%) since Feb. 2020
- The U.S. labor force has declined by 3,362,000 people (-2.0%) since Feb. 2020

Month-Over-Month Employment Change

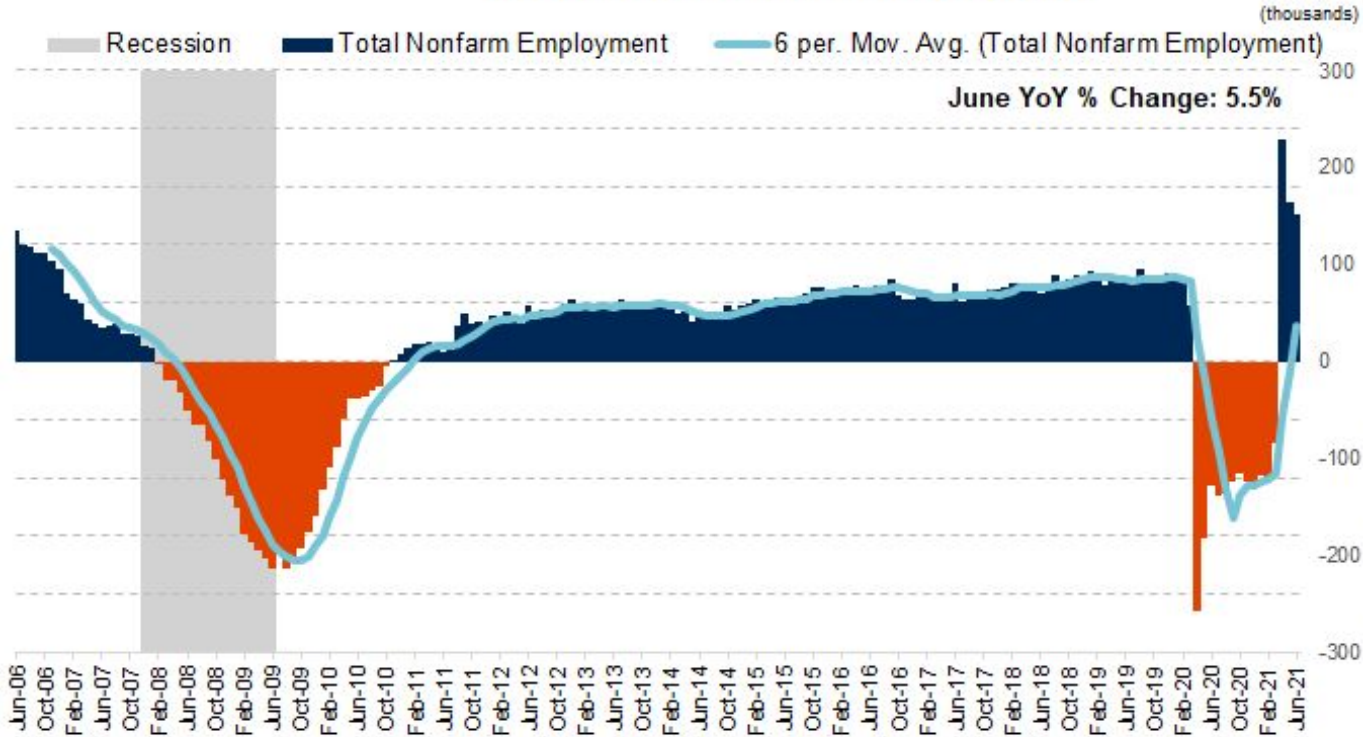


Historic 10-Year Average ('11-'20): -45,000 Jobs or -1.7%
Pre- Pandemic Average ('10-'19): -51.600 Jobs or -2.0%

Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

Year-Over-Year Employment Change

Arizona Total Nonfarm Employment

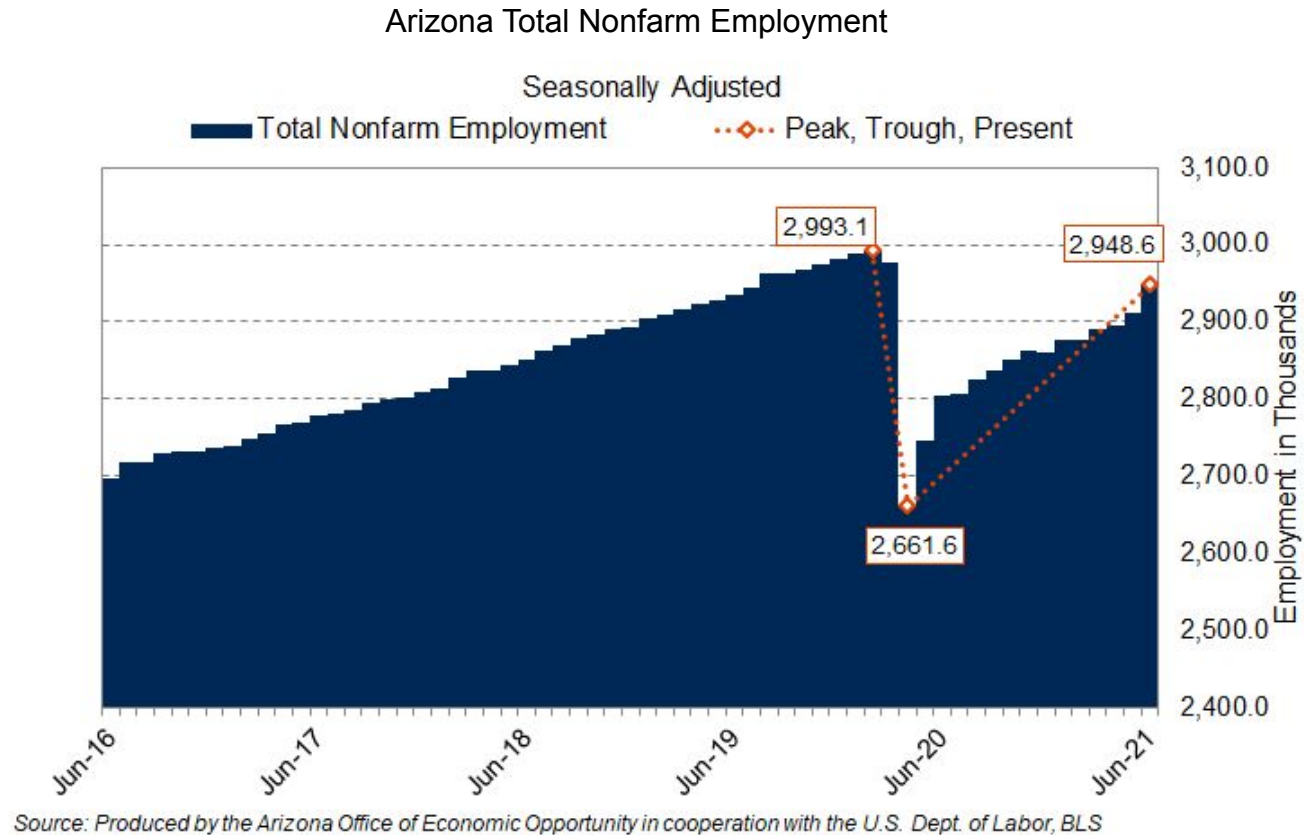


Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

Notable Change:

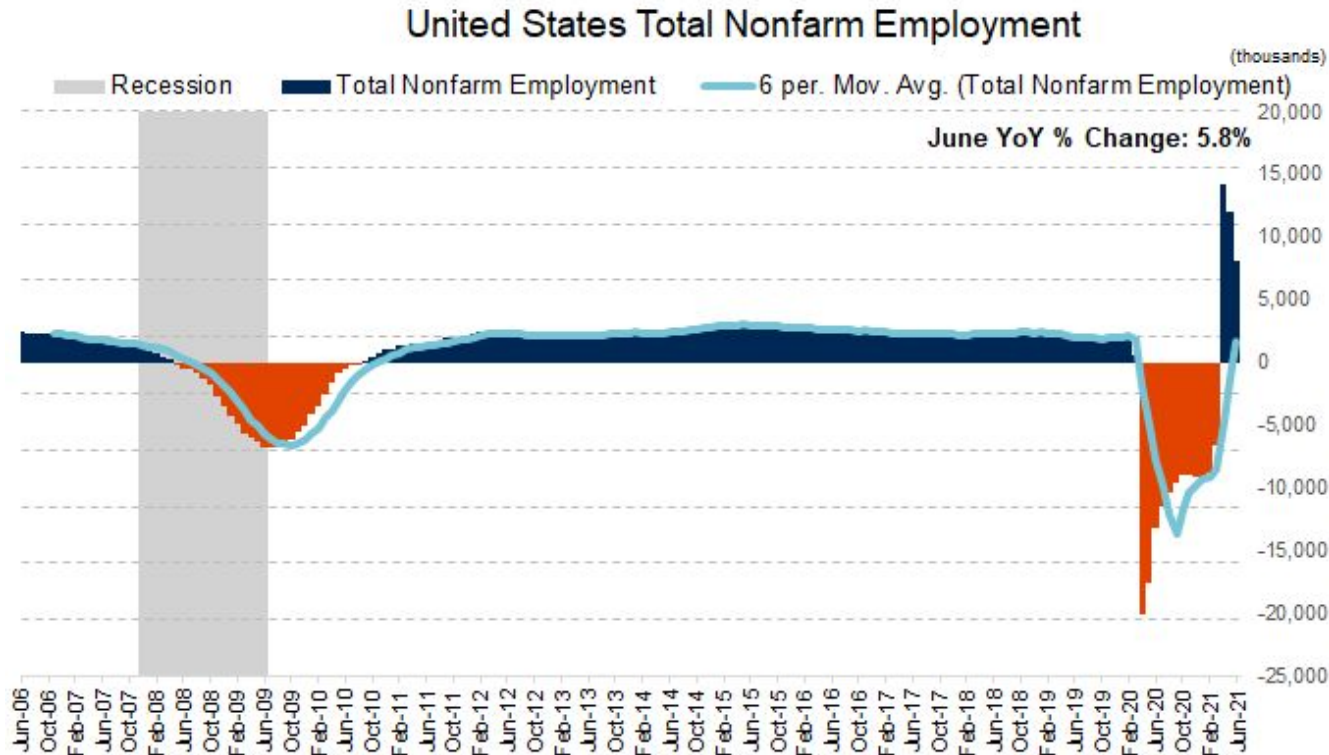
- Arizona nonfarm employment increased 5.5% YoY (151,900 jobs)

COVID-19 Pandemic Impact



- Since April 2020, 87% (287,000 jobs) of the pandemic job losses have been recovered

Year-Over-Year Employment Change

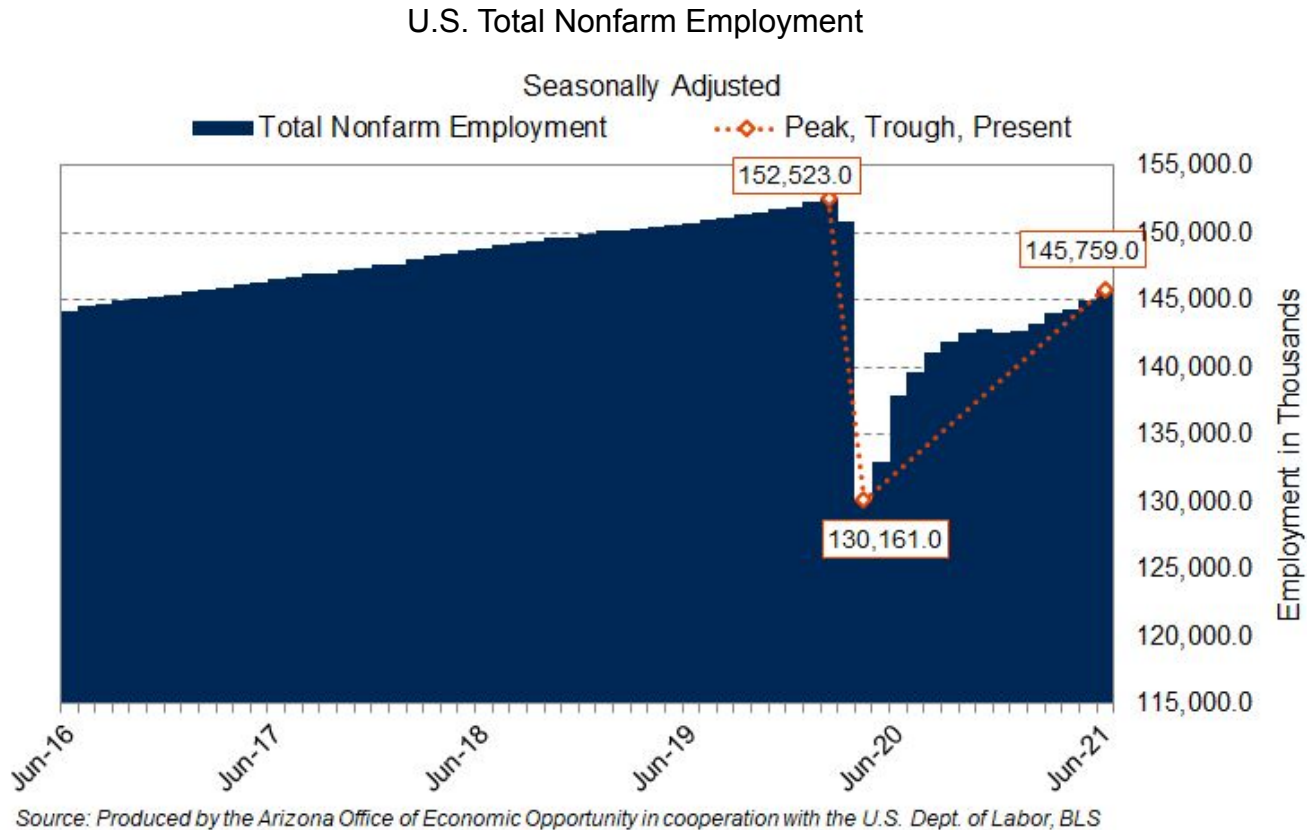


Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

Notable Change:

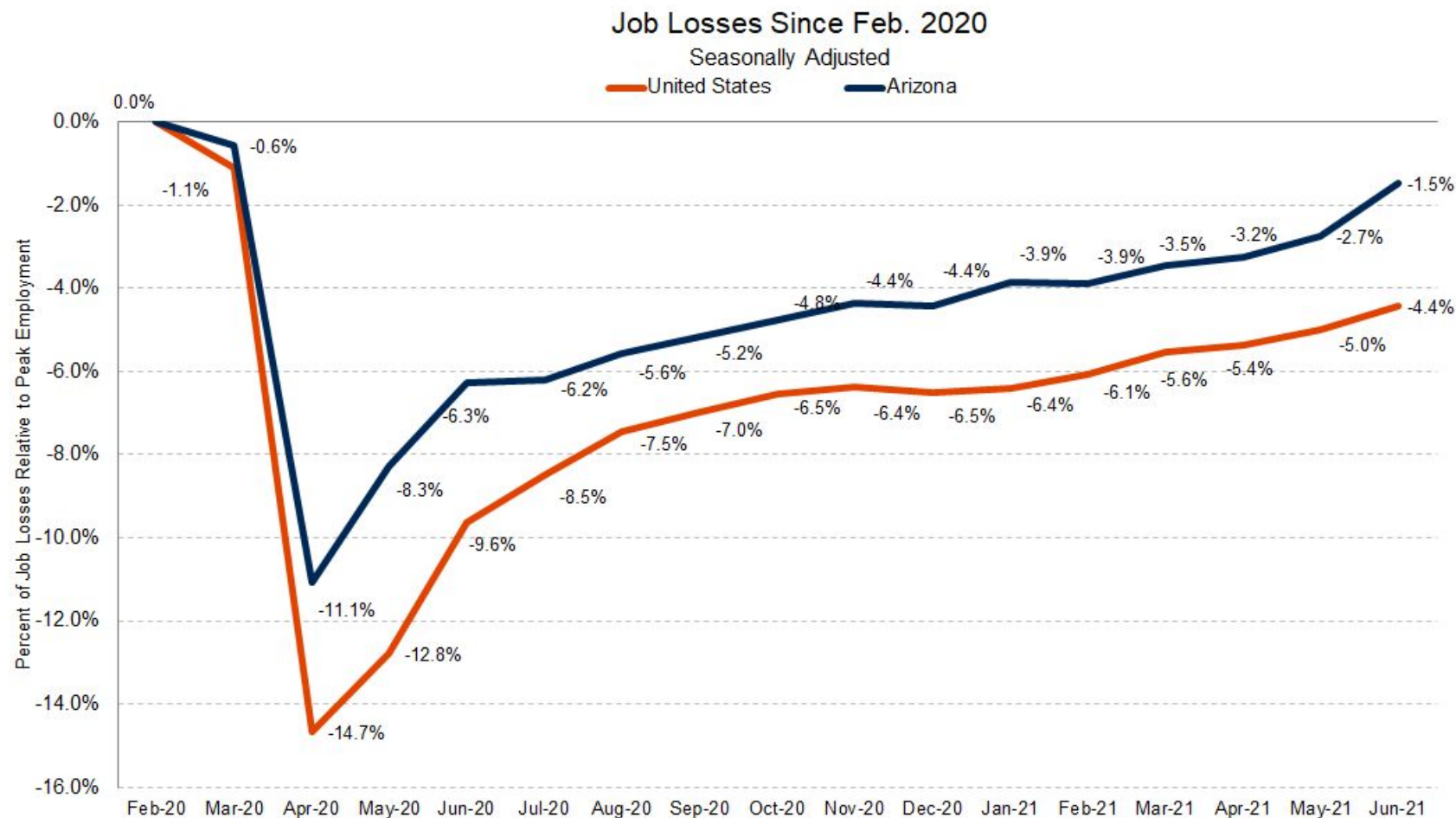
- U.S. nonfarm employment increased 5.8% YoY (8,016,000 jobs)

COVID-19 Pandemic Impact



- Since April 2020, 70% (15,598,000 jobs) of the pandemic job losses have been recovered

Nonfarm Employment Comparison



Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. Of Labor, Bureau of Labor Statistics

United States Quits Rates; Seasonally Adjusted

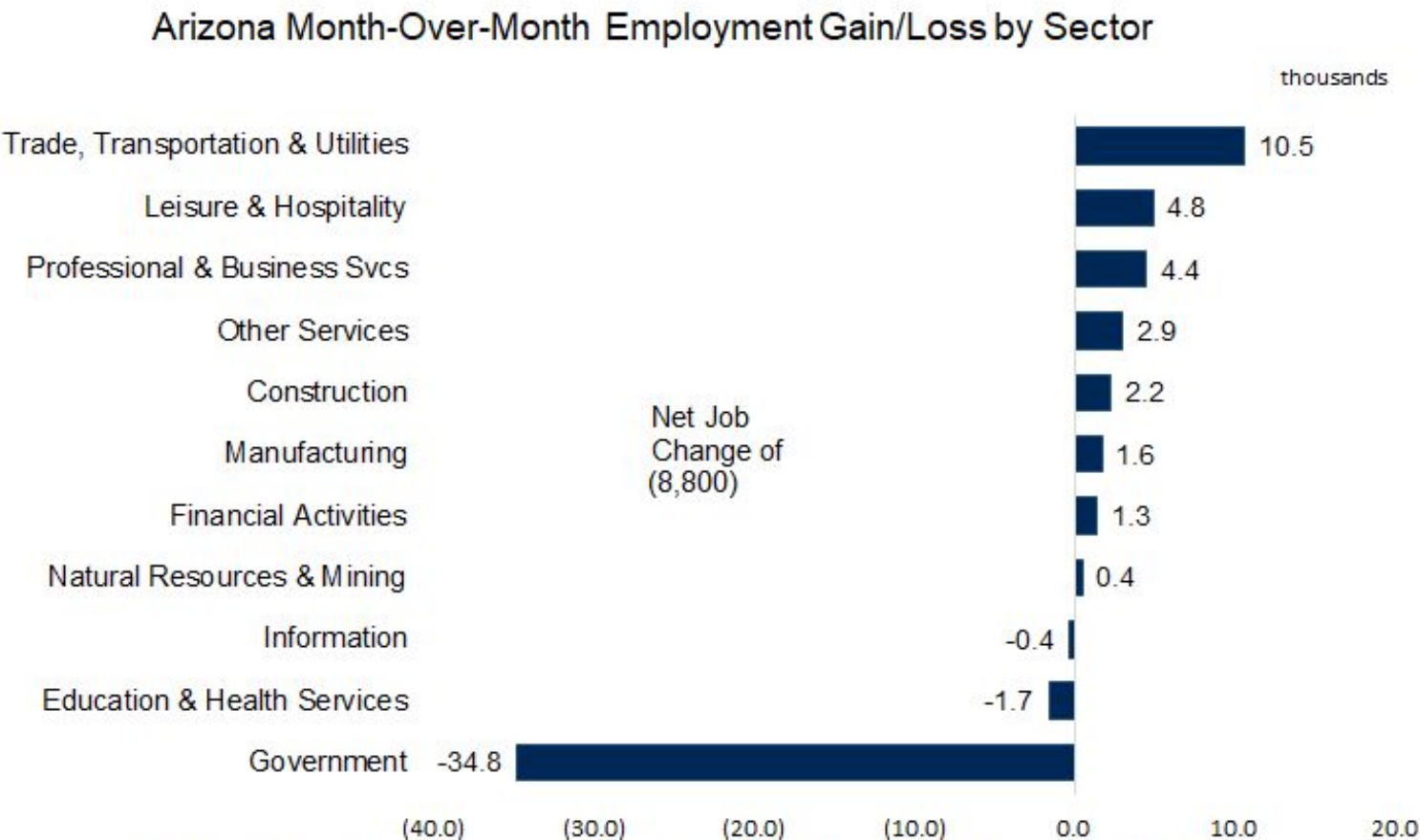


Source: U.S. Bureau of Labor Statistics

Highlight:

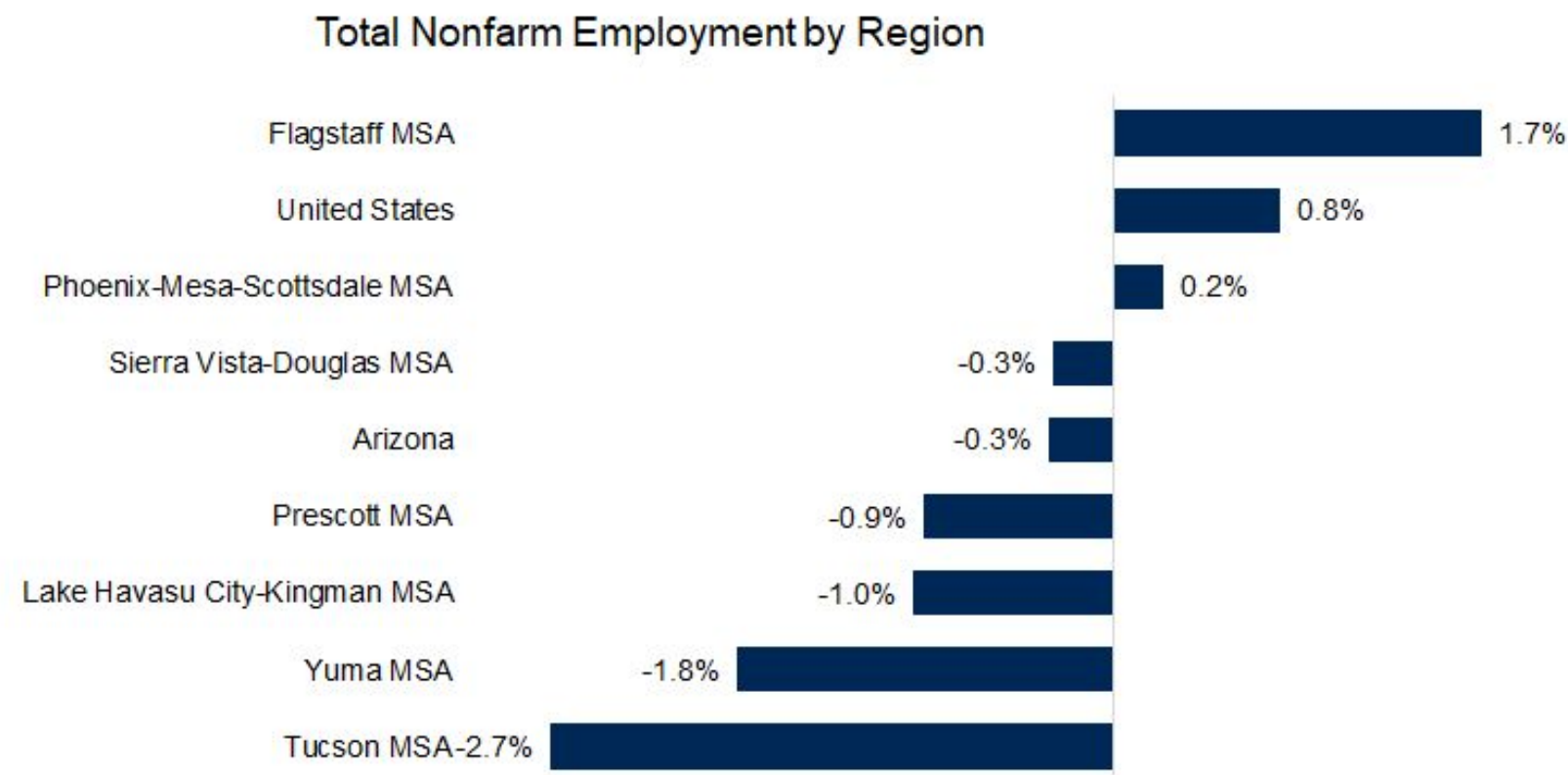
- The quits rate decreased to 2.5% in May 2021 from 2.8% in April 2021.

Month-Over-Month Employment Change



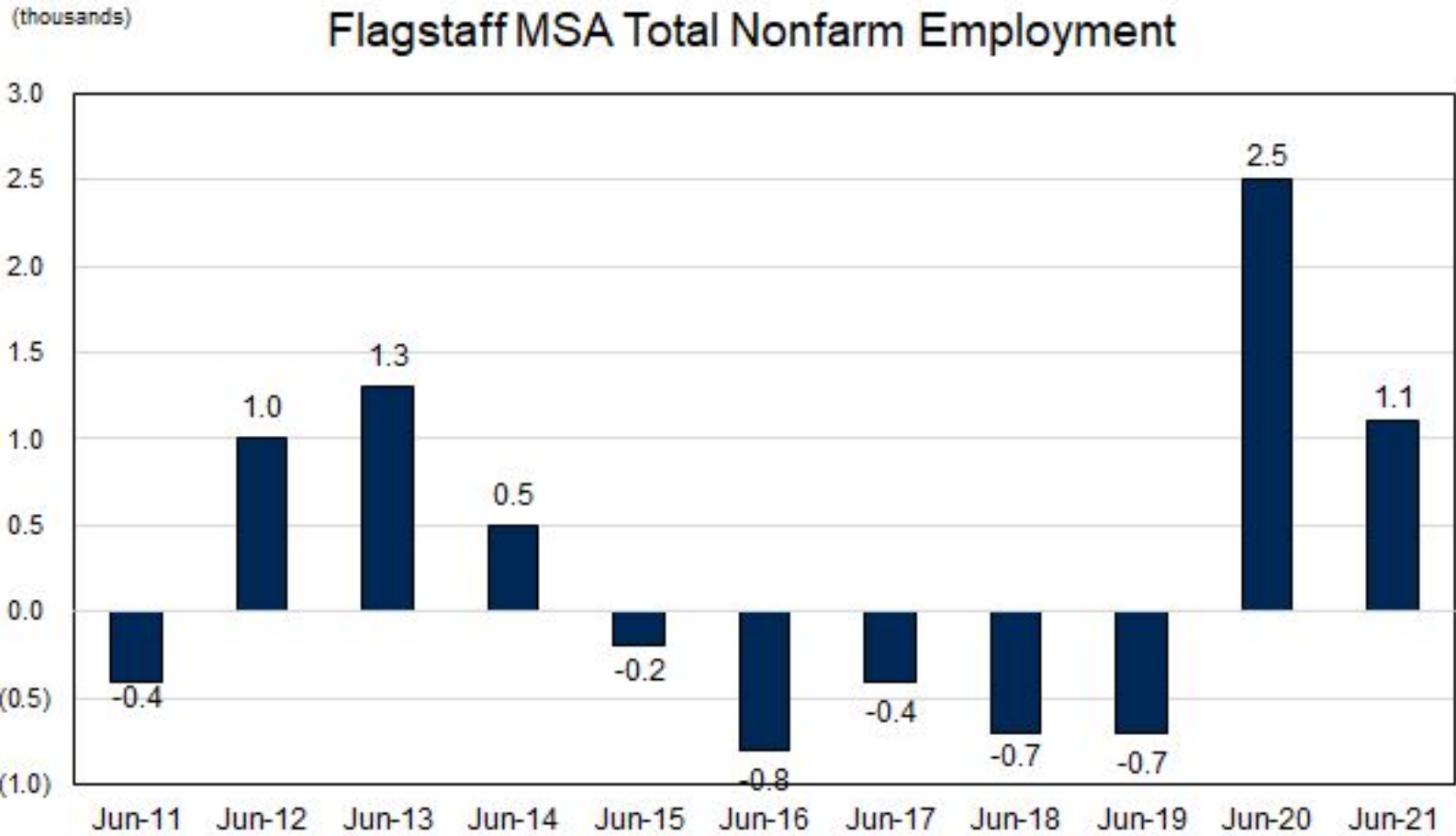
Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, Bureau of Labor Statistics

Month-Over-Month Employment Change



Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

Month-Over-Month Employment Change

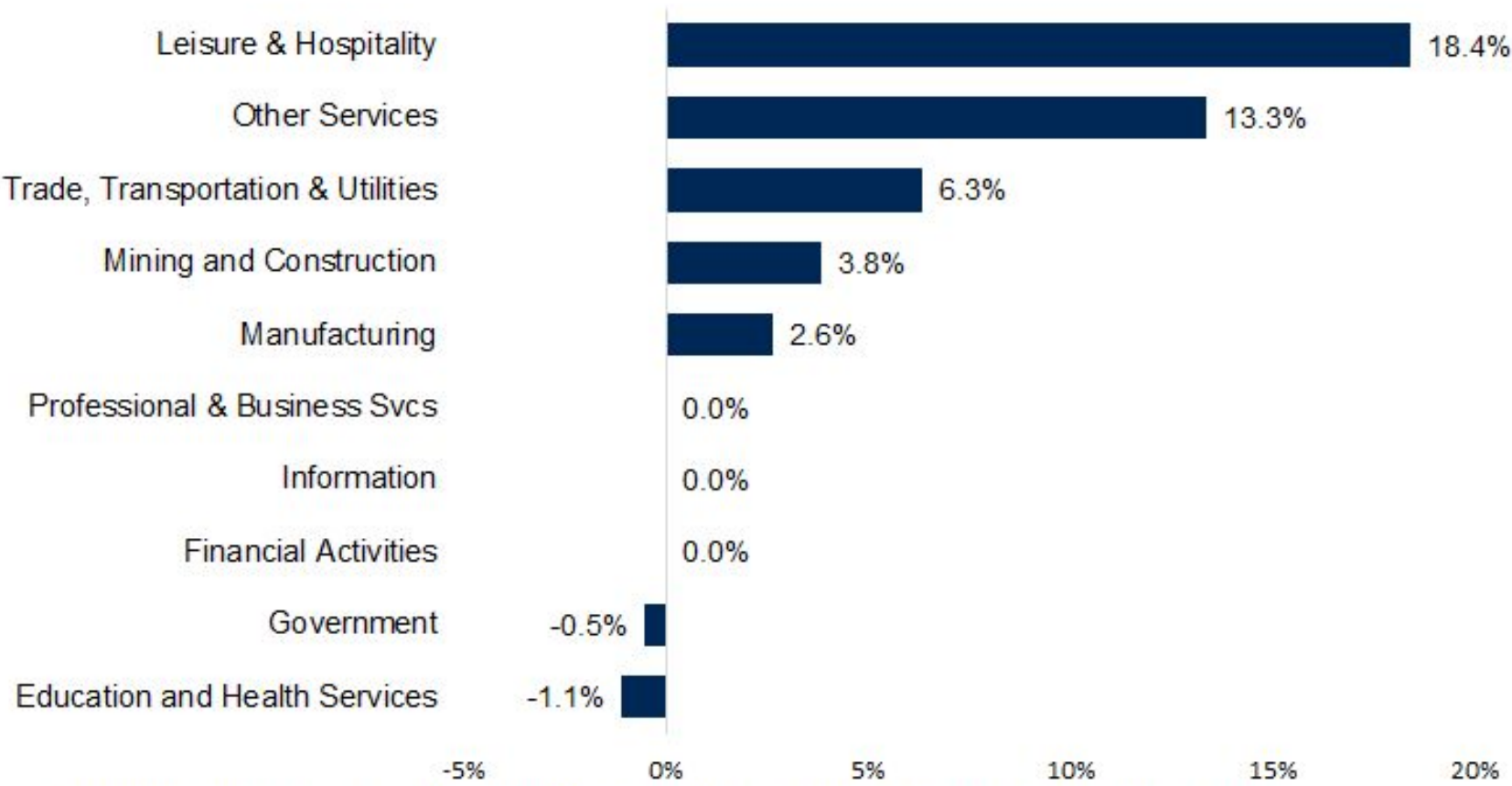


Historic 10-Year Average ('11-'20): 200 Jobs or 0.4%
Pre- Pandemic Average ('10-'19): 0 Jobs or 0.0%

Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

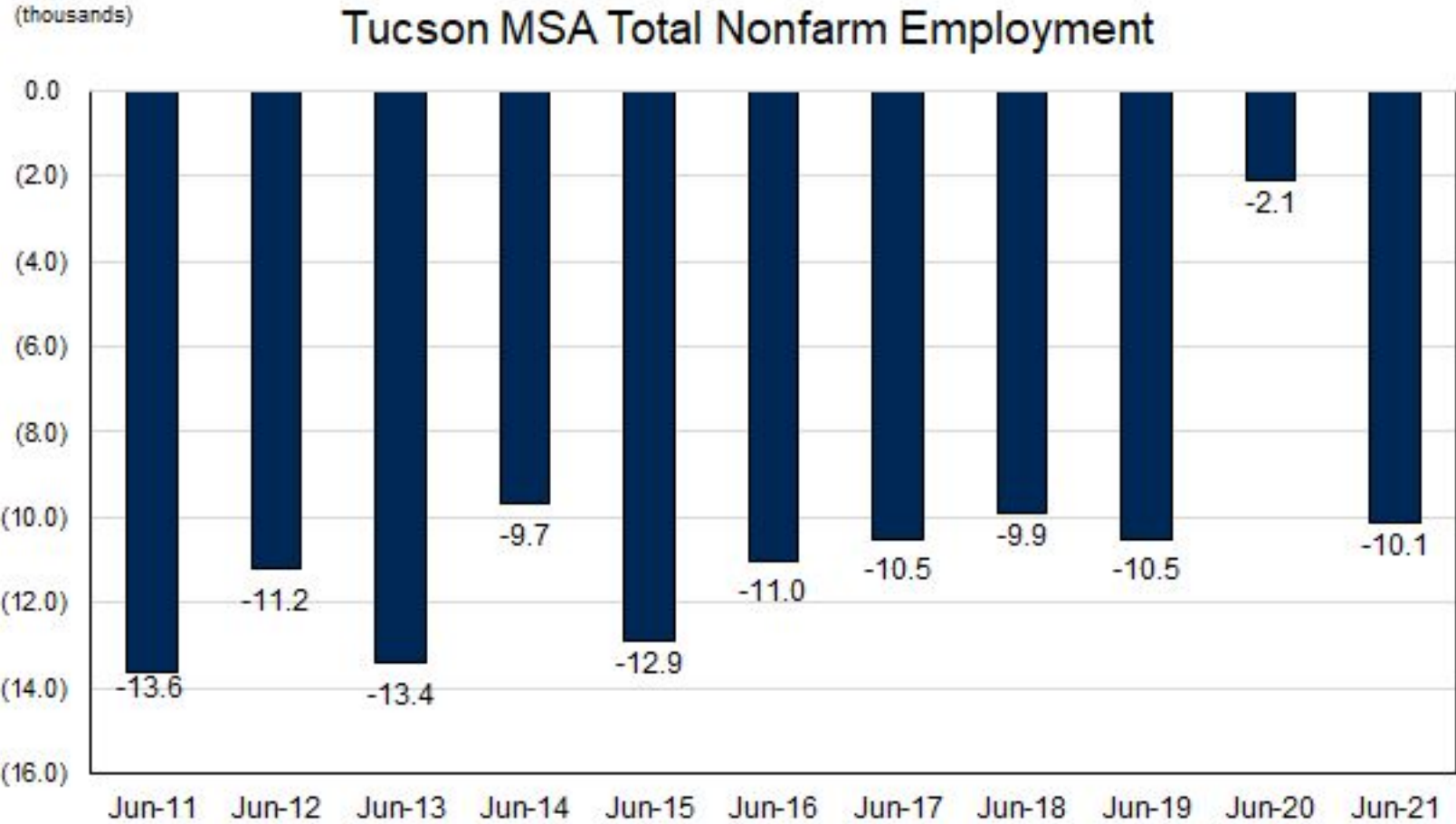
Month-Over-Month Employment Change

Flagstaff MSA Over-the-Month Employment Gain/Loss by Sector



Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, Bureau of Labor Statistics

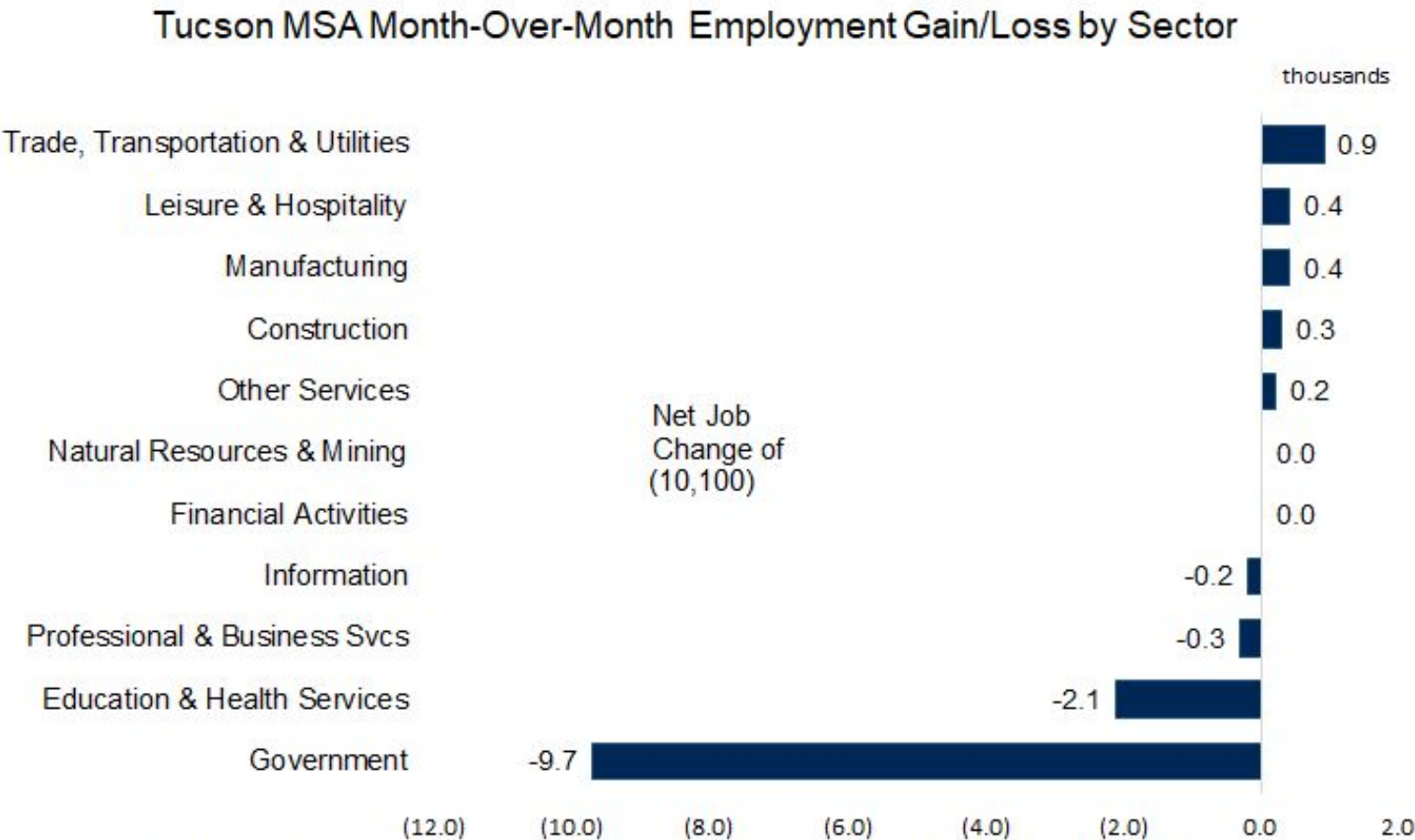
Month-Over-Month Employment Change



Historic 10-Year Average ('11-'20): -10,500 Jobs or -2.8%
Pre- Pandemic Average ('10-'19): -11,500 Jobs or -3.1%

Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

Month-Over-Month Employment Change



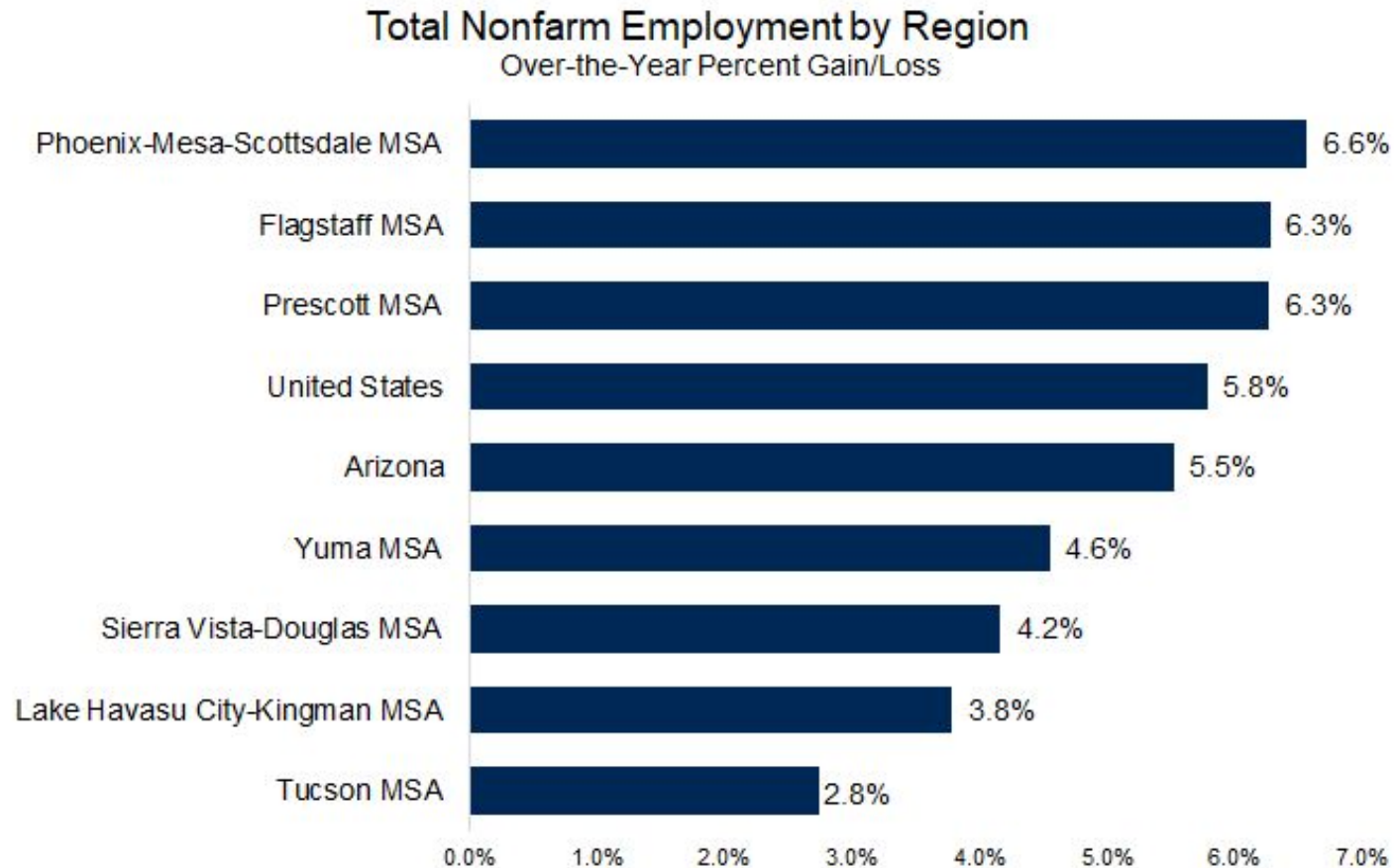
Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, Bureau of Labor Statistics

Year-Over-Year Employment Change



Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

Year-Over-Year Employment Change



Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

Arizona Job Gains and Losses from Feb. '20 to June '21

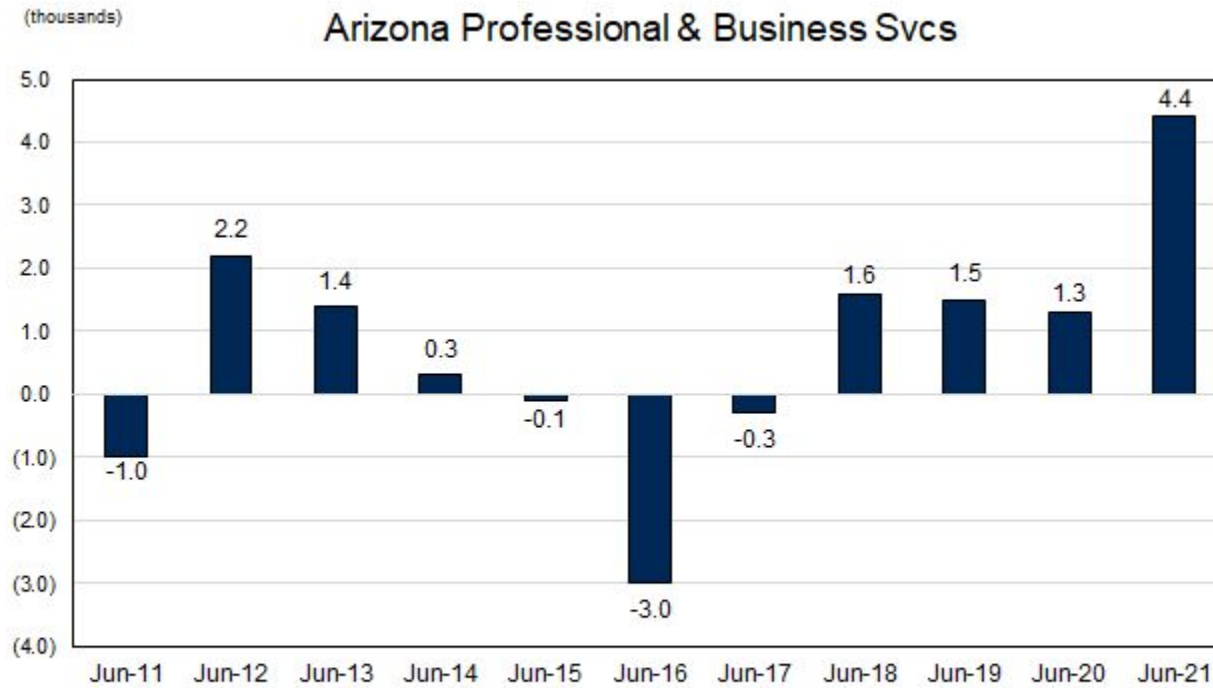
Seasonally-Adjusted; In Thousands

Sector	Jobs Lost	Jobs Recovered	Percent Recovered
Arizona	331.5	287.0	87%
Sierra Vista-Douglas MSA	2.3	2.9	126%
Prescott MSA	9.1	8.9	98%
Phoenix-Mesa-Scottsdale MSA	244.3	236.7	97%
Lake Havasu City-Kingman MSA	6.1	5.7	93%
Yuma MSA	5.7	3.7	65%
Tucson MSA	44.0	28.3	64%
Flagstaff MSA	12.6	8.0	63%

Source: Arizona Office of Economic Opportunity in cooperation with the U.S. DOL BLS

Note: February 2020 level was used as the reference month for comparison purposes

Month-Over-Month Employment Change



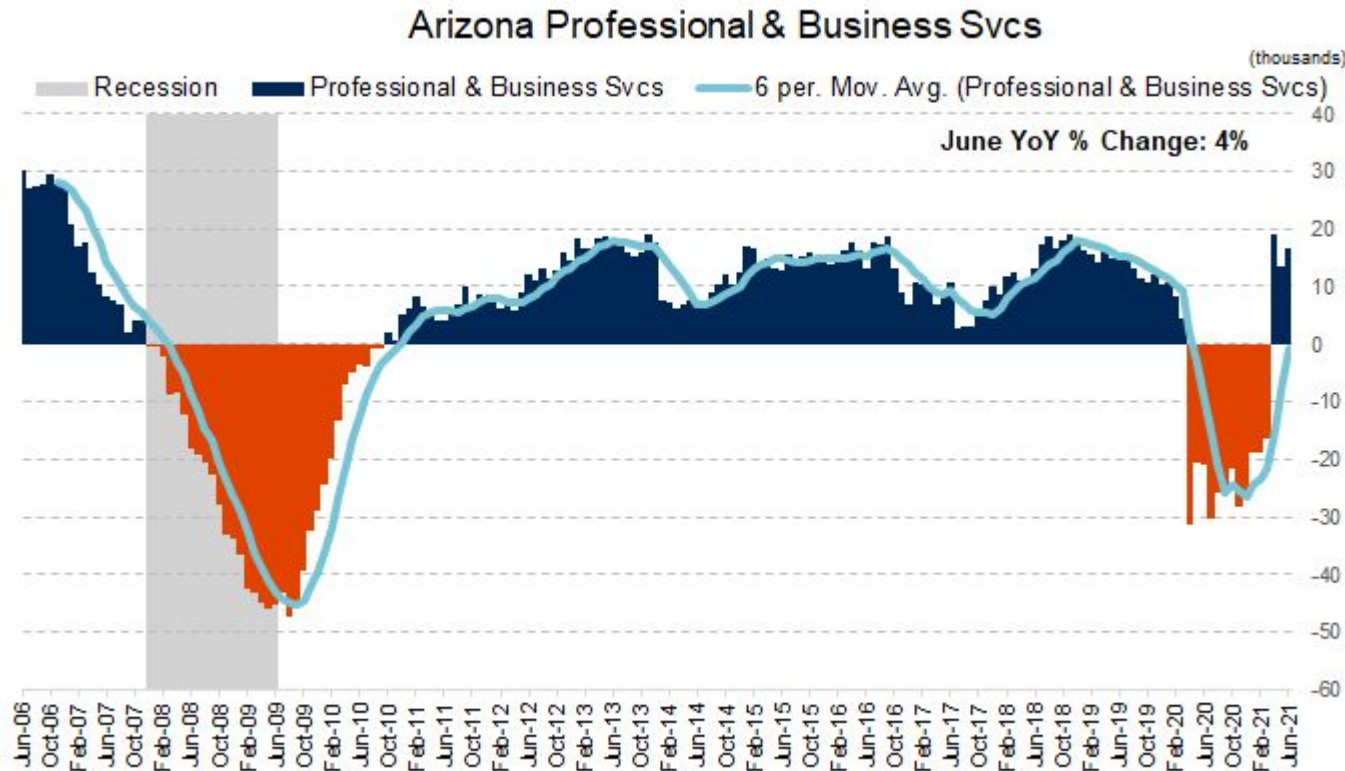
Historic 10-Year Average ('11-'20): 400 Jobs or 0.1%
Pre- Pandemic Average ('10-'19): 200 Jobs or 0.0%

Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

Highlights:

- Professional, Scientific, and Technical Services gained 2,800 jobs (1.7%)
- Services to Buildings and Dwellings gained 2,000 jobs (4.3%)
 - Gains came from from Pest Control Service and Janitorial Services, among others
- Business Support Services gained 300 jobs (0.9%)
- Employment Services lost 100 jobs (-0.1%)

Year-Over-Year Employment Change



Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

Notable Loss:

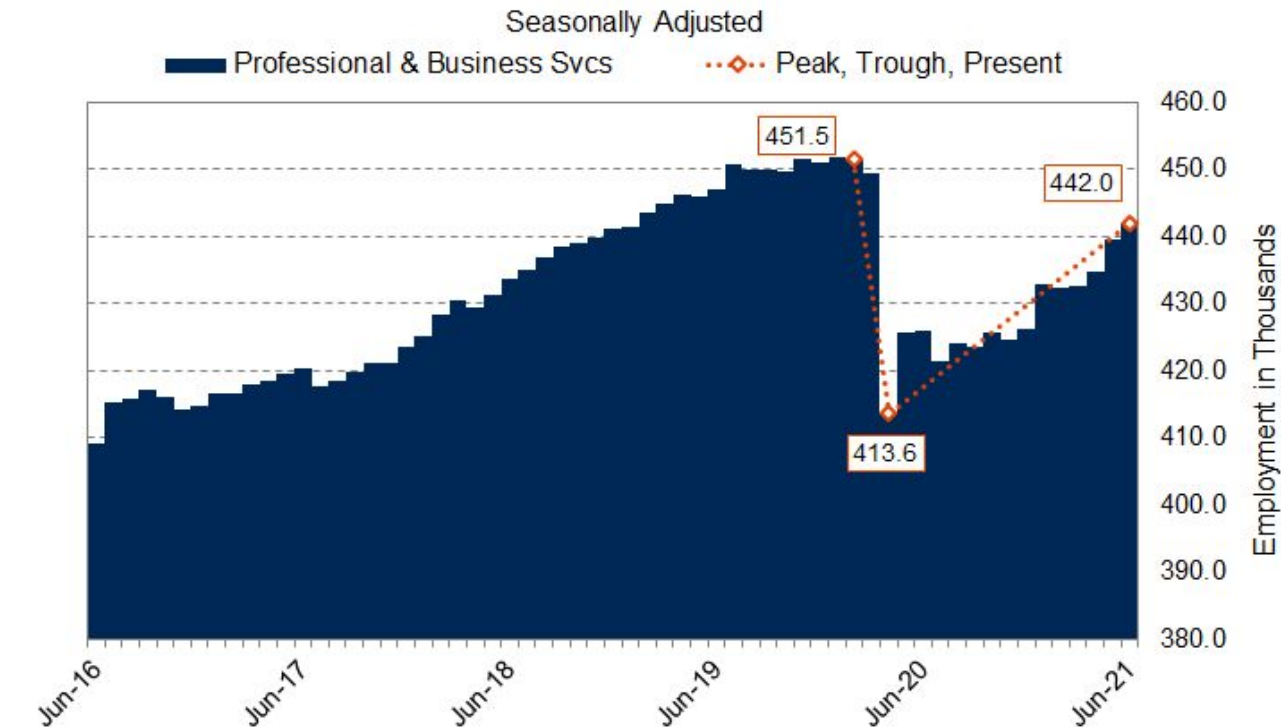
- Business Support Services lost 2,800 jobs (-8.0%)

Notable Gains:

- Professional, Scientific and Technical Services gained 15,100 jobs (9.7%)
- Services to Buildings and Dwellings gained 4,000 jobs (9.0%)
- Employment Services gained 600 jobs (0.6%)

COVID-19 Pandemic Impact

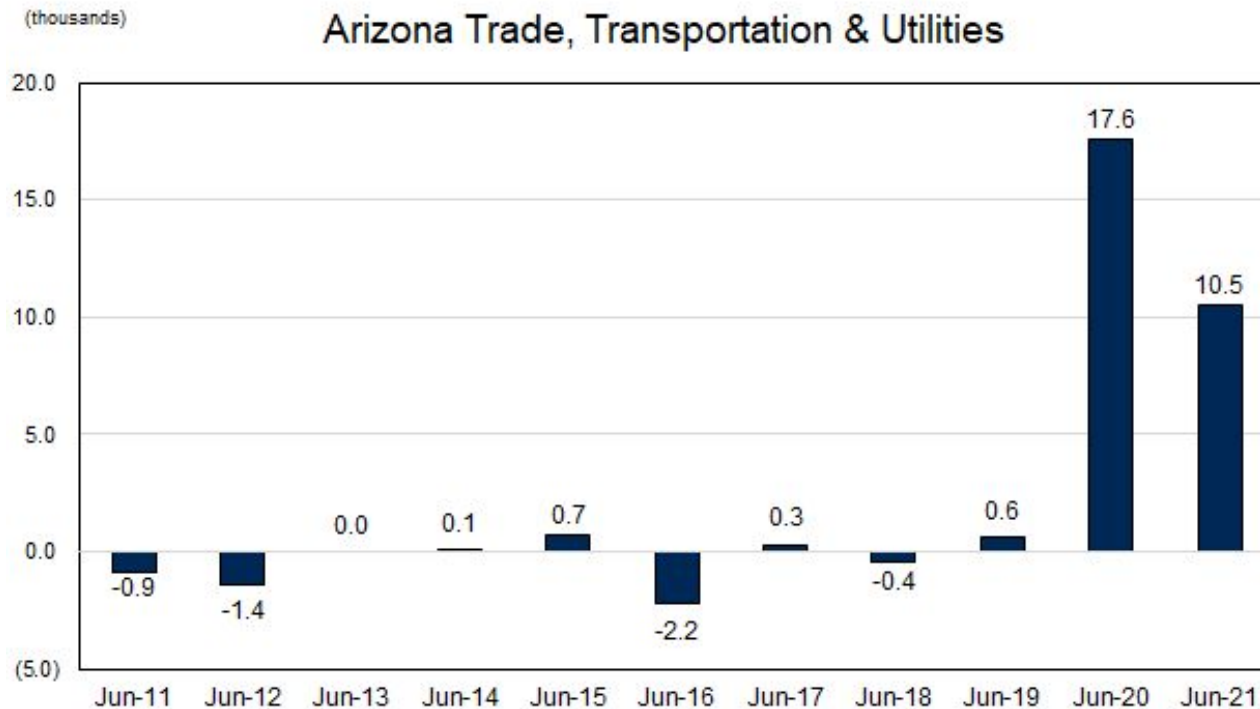
Arizona Professional & Business Services



Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

- Since April 2020, 75% (28,400 jobs) of the pandemic job losses have been recovered

Month-Over-Month Employment Change



Historic 10-Year Average ('11-'20): 1,400 Jobs or 0.3%

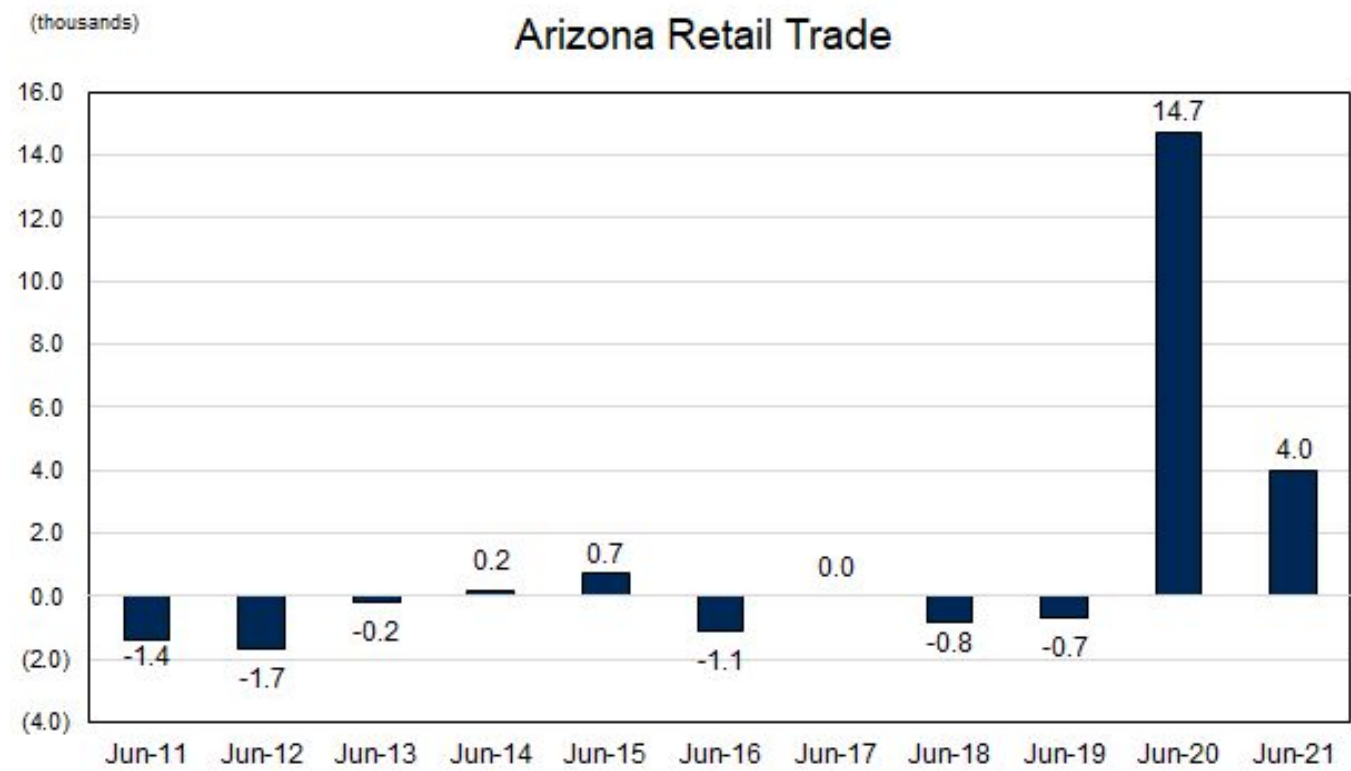
Pre- Pandemic Average ('10-'19): -500 Jobs or -0.1%

Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

Highlights:

- Retail Trade gained 4,000 jobs or 1.2%
- Transportation and Warehousing gained 3,800 jobs or 2.9%
 - Gains recorded primarily in Freight Transportation, Specialized Freight Trucking, and Couriers and Express Delivery Services
- Wholesale Trade gained 2,700 jobs or 2.7%
 - Gains were recorded primarily in Computer Equipment and Software Wholesalers, among others

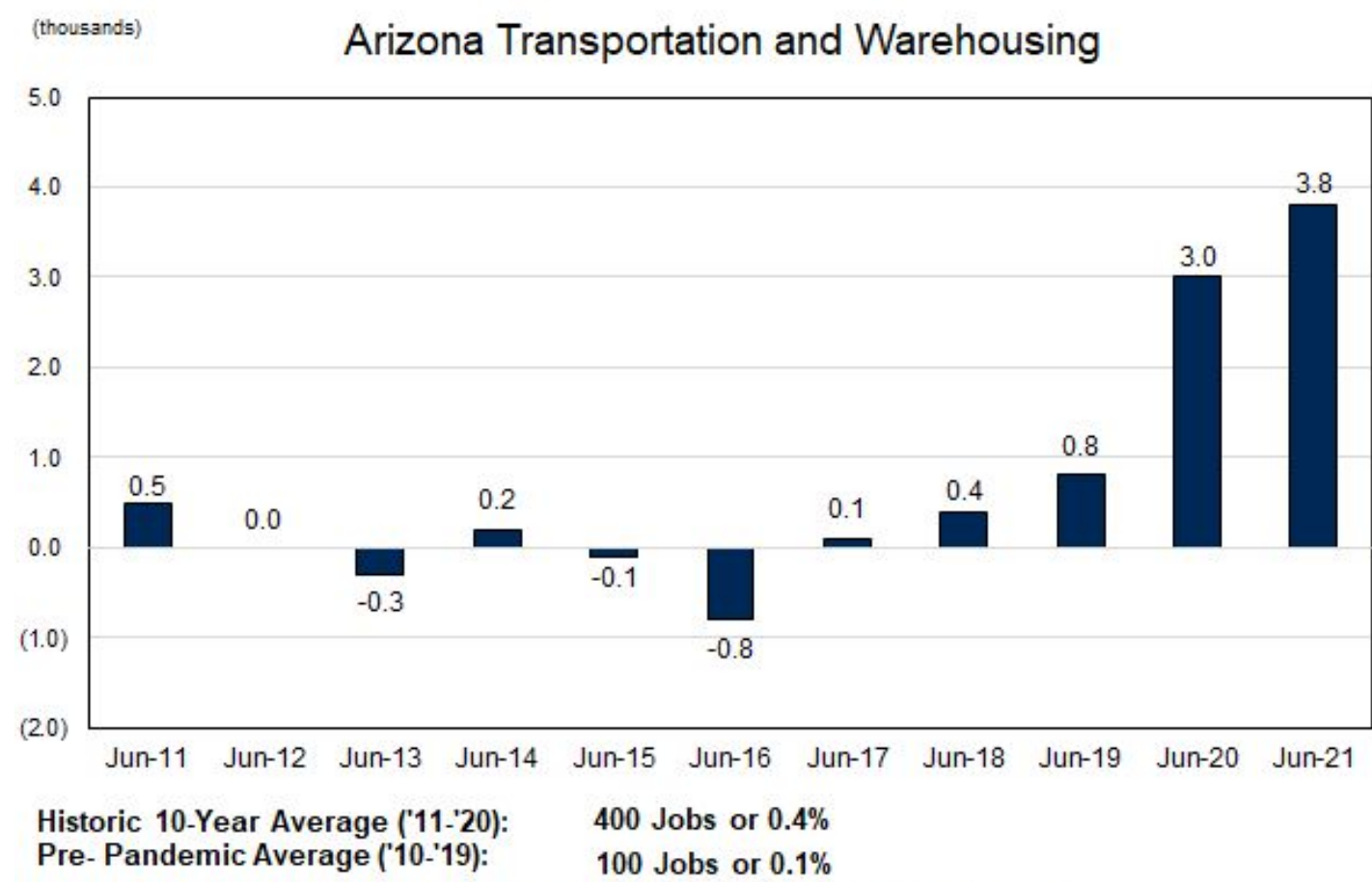
Month-Over-Month Employment Change



Historic 10-Year Average ('11-'20): 1,000 Jobs or 0.3%
Pre- Pandemic Average ('10-'19): -700 Jobs or -0.2%

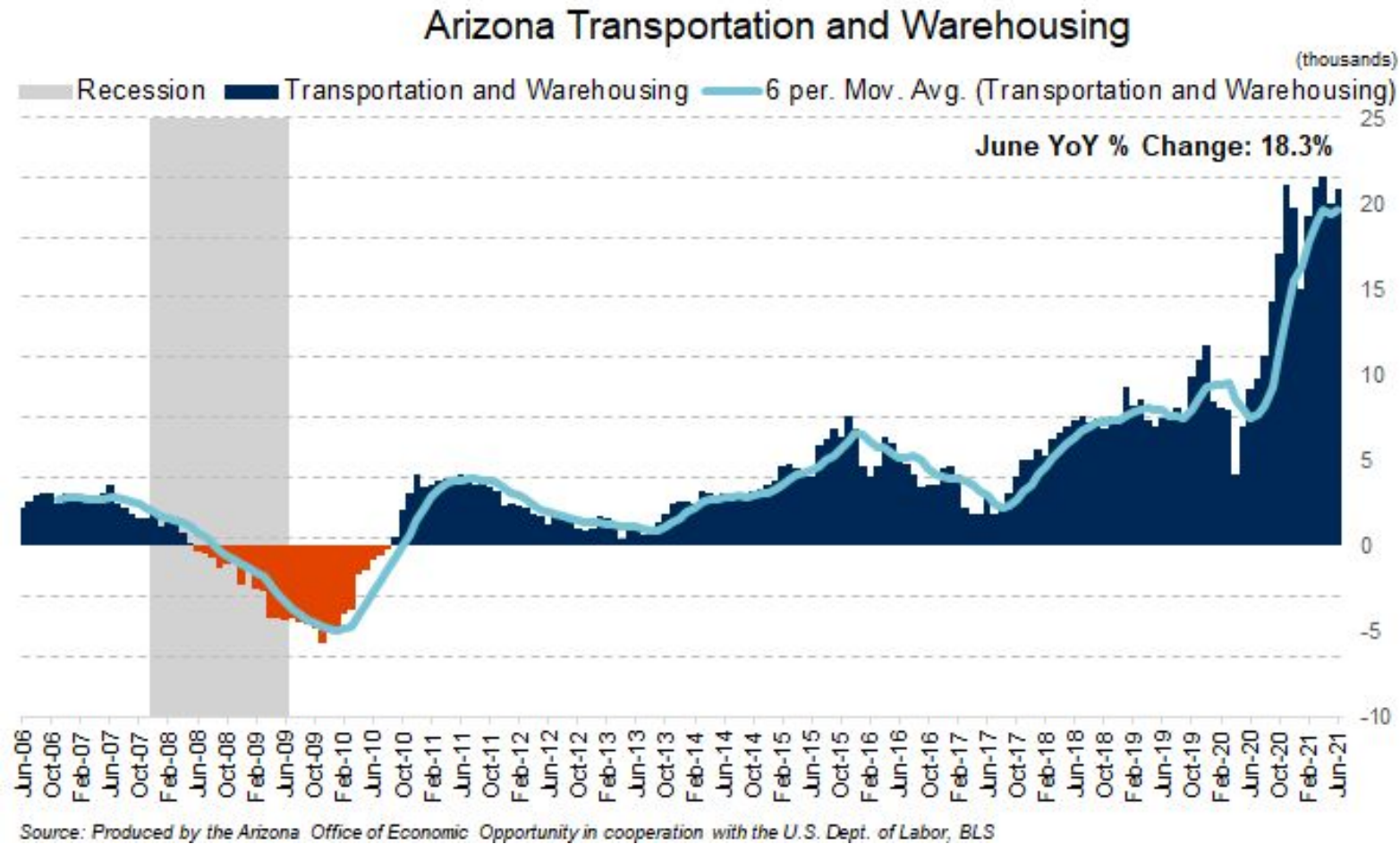
Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

Month-Over-Month Employment Change

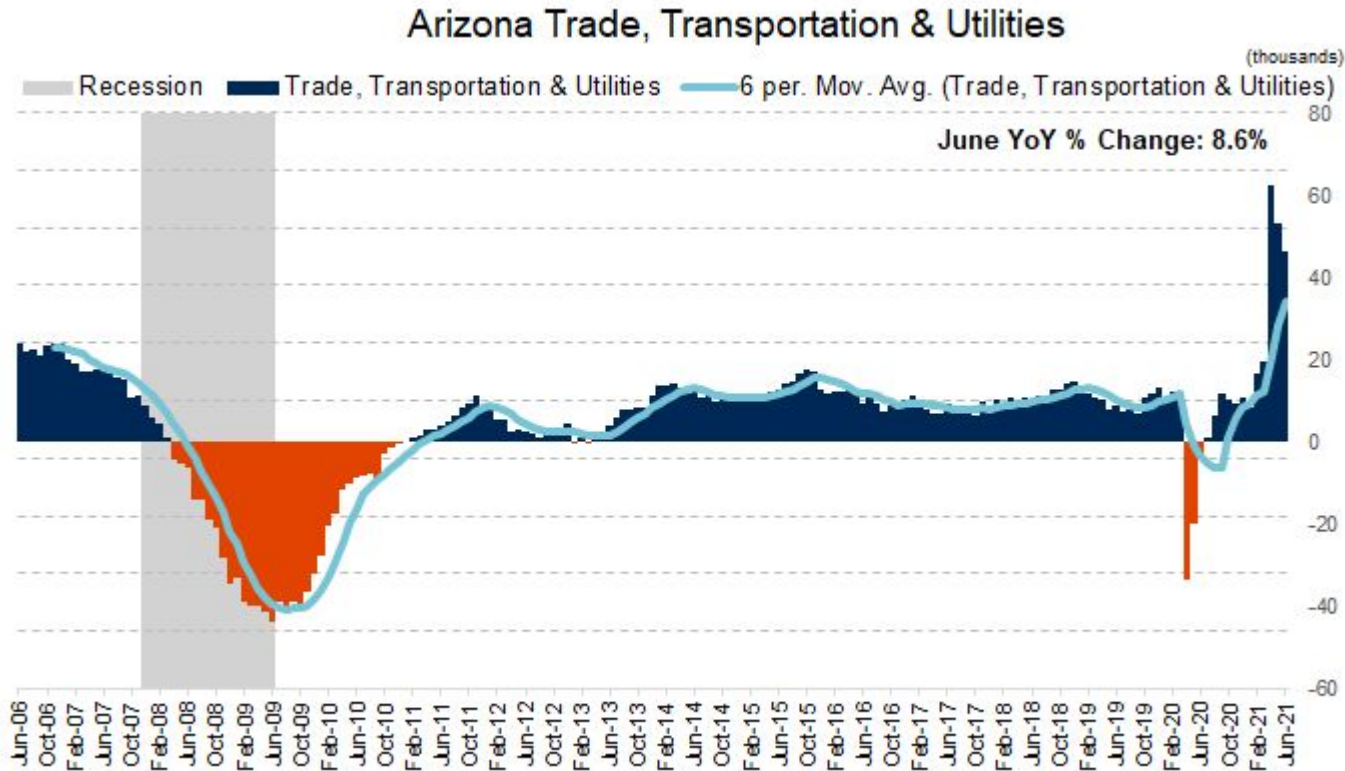


Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

Year-Over-Year Employment Change



Year-Over-Year Employment Change



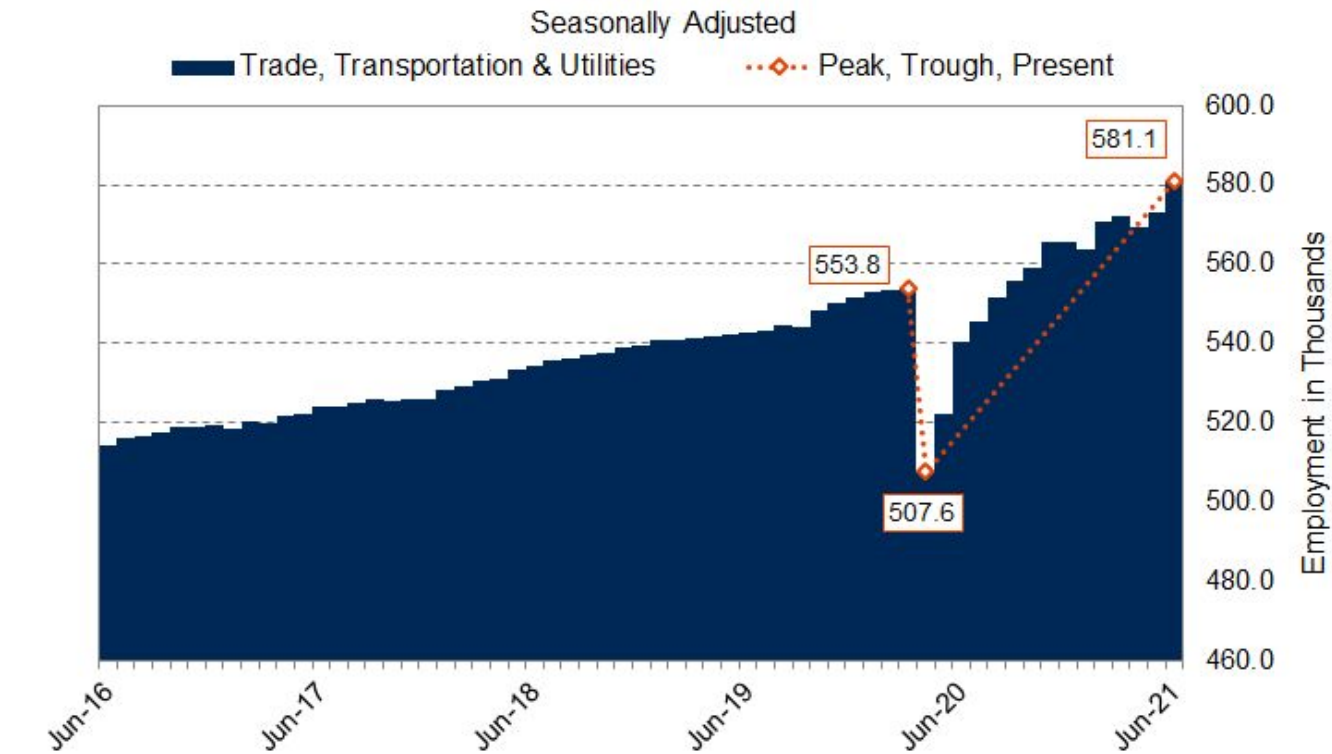
Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

Notable Gains:

- Retail Trade gained 17,600 jobs (5.6%)
 - Clothing and General Merchandise gained 2,300 jobs (3.0%)
- Transportation and Warehousing gained 20,800 jobs (18.3%)

COVID-19 Pandemic Impact

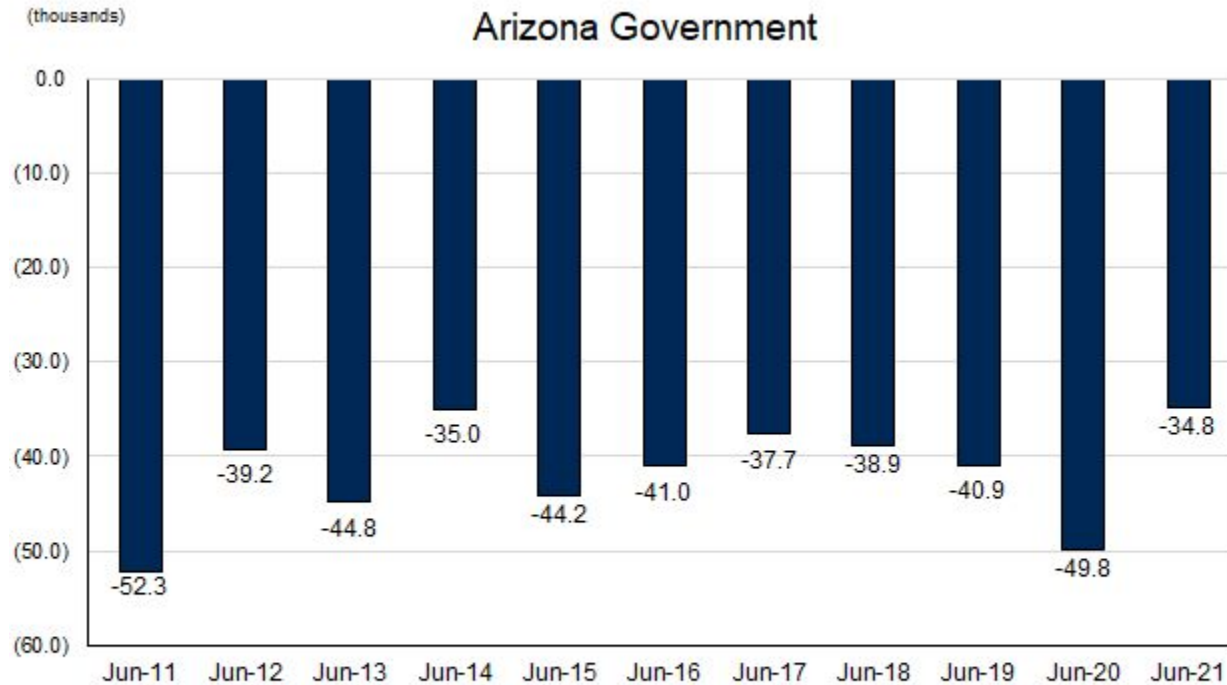
Arizona Trade, Transportation and Utilities



Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

- Since April 2020, 159% (73,500 jobs) of the pandemic job losses have been recovered

Month-Over-Month Employment Change



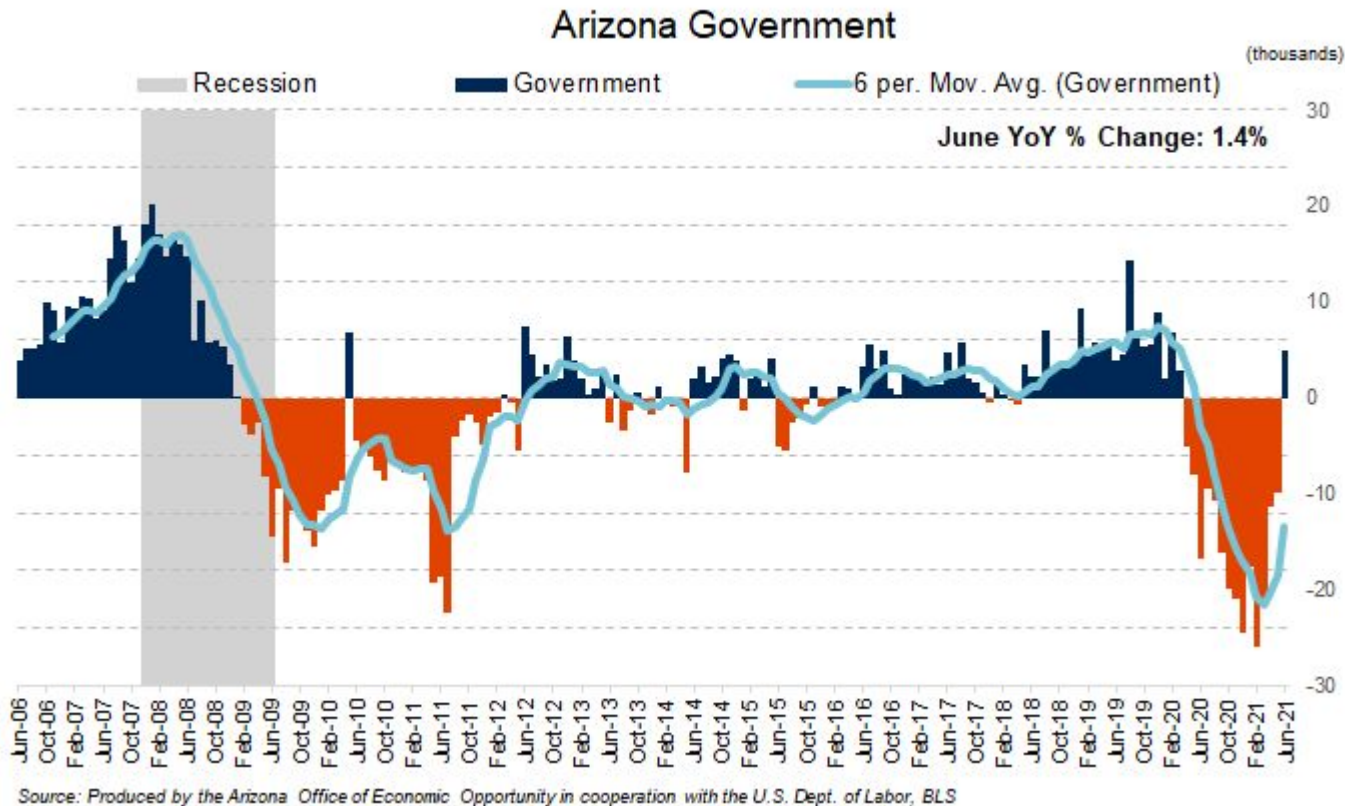
Historic 10-Year Average ('11-'20): -42,400 Jobs or -10.2%
Pre- Pandemic Average ('10-'19): -42,700 Jobs or -

Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

Highlights:

- Federal Government gained 100 jobs (0.2%)
- Local Government Education lost 27,200 jobs (-20.4%)
 - Seasonal losses due to the public school summer recess
 - Losses were smaller than the pre-pandemic historical losses of 35,100 jobs
- State Government Education lost 8,000 jobs (-16.4%)

Year-Over-Year Employment Change



Notable Gains:

- Local Government gained 5,300 (2.3%) jobs
 - Local Government Education gained 7,400 jobs (7.5%) jobs
- State Government gained 300 jobs (0.4%)
 - State Government Education recorded a gain of 500 jobs (1.2%)
- Government had its first YoY gain since March 2020

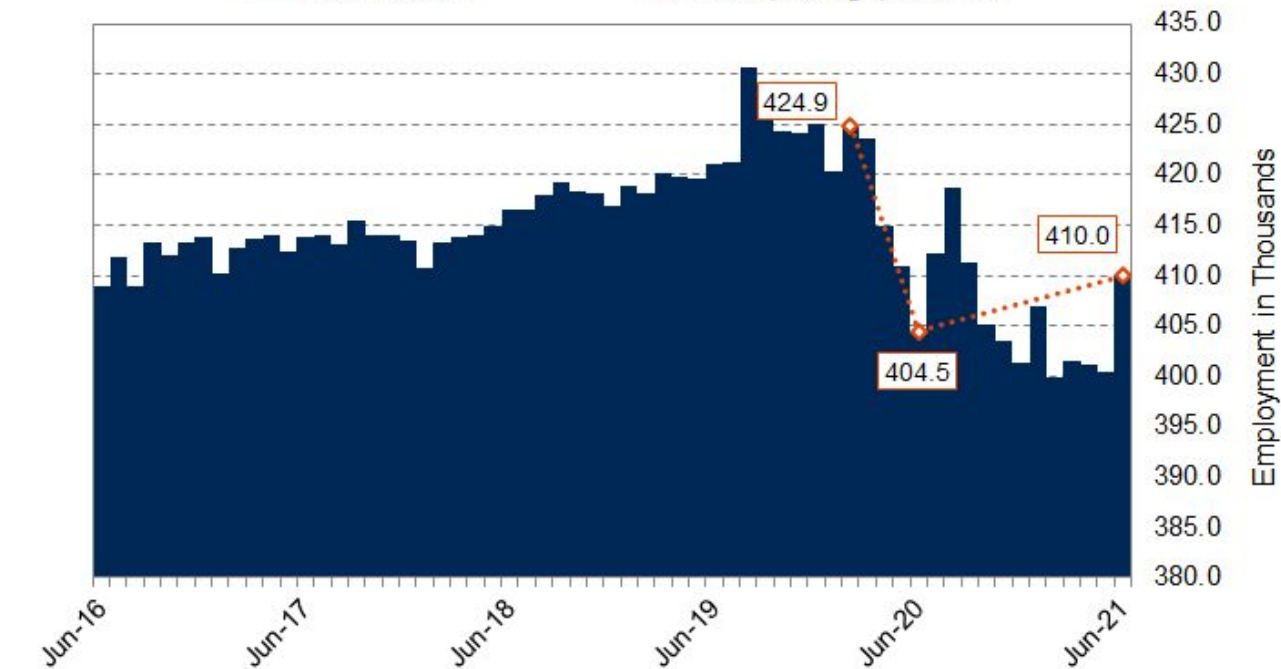
COVID-19 Pandemic Impact

Arizona Government

Seasonally Adjusted

■ Government

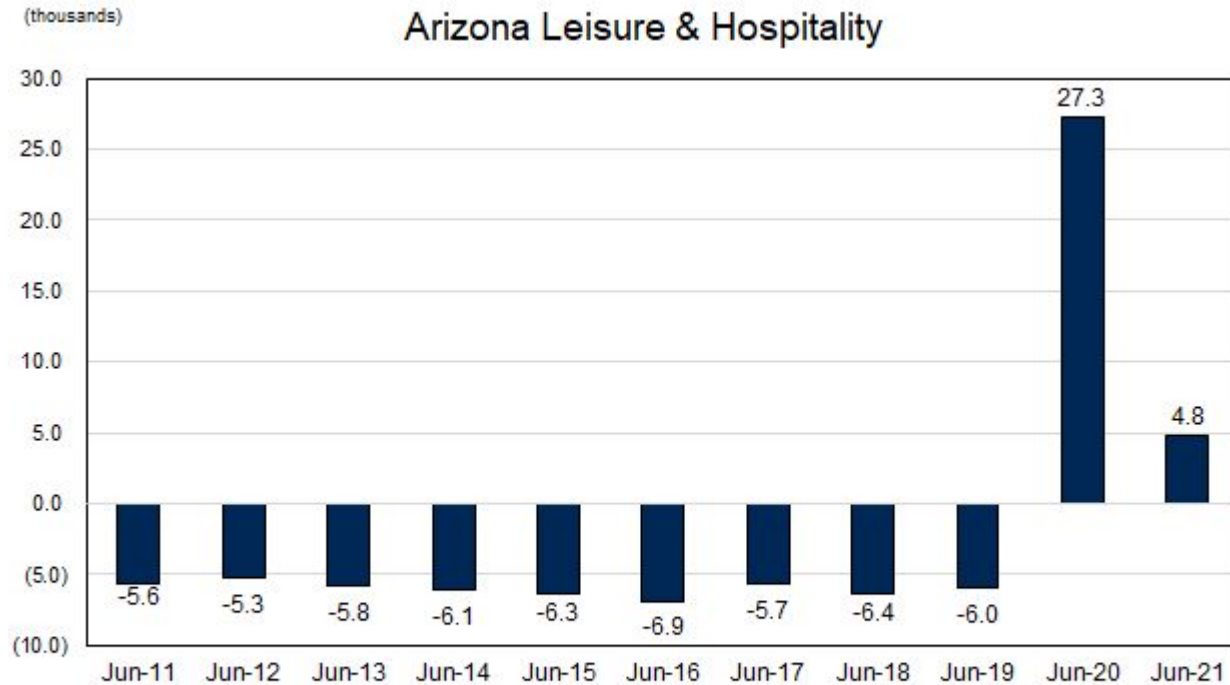
---◇--- Peak, Trough, Present



Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

- Since June 2020, 27% (5,500) of the pandemic jobs losses have been recovered

Month-Over-Month Employment Change



Historic 10-Year Average ('11-'20): -2,700 Jobs or -0.6%

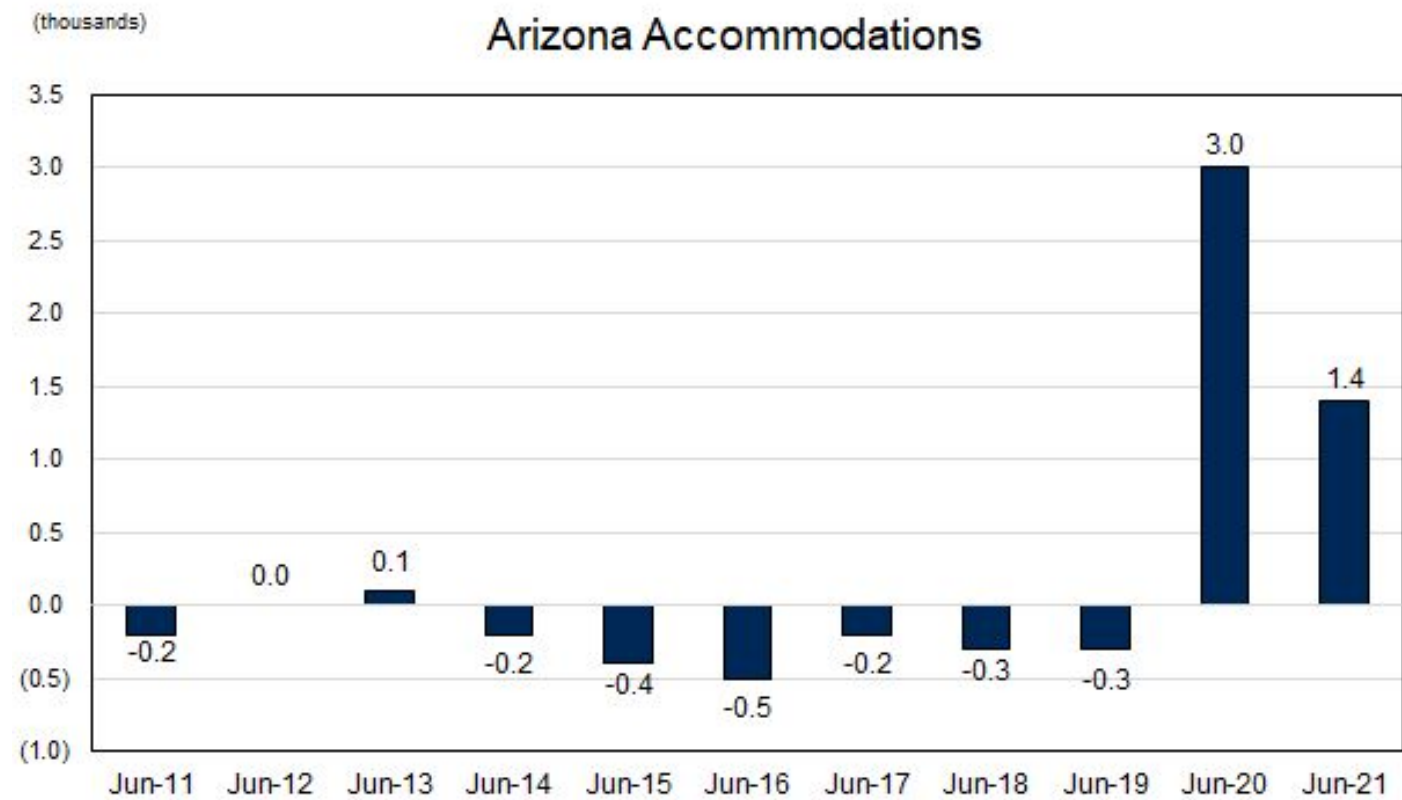
Pre- Pandemic Average ('10-'19): -5,900 Jobs or -2.0%

Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

Highlights:

- Arts, Entertainment and Recreation gained 2,500 jobs (6.5%)
 - Gains reported in Fitness and Recreation Centers and Amusement and Theme Parks
- Accommodations gained 1,400 jobs (4.4%)
 - Gains reported in Hotels and Motels
- Food Services and Drinking Places gained 900 jobs (0.4%)

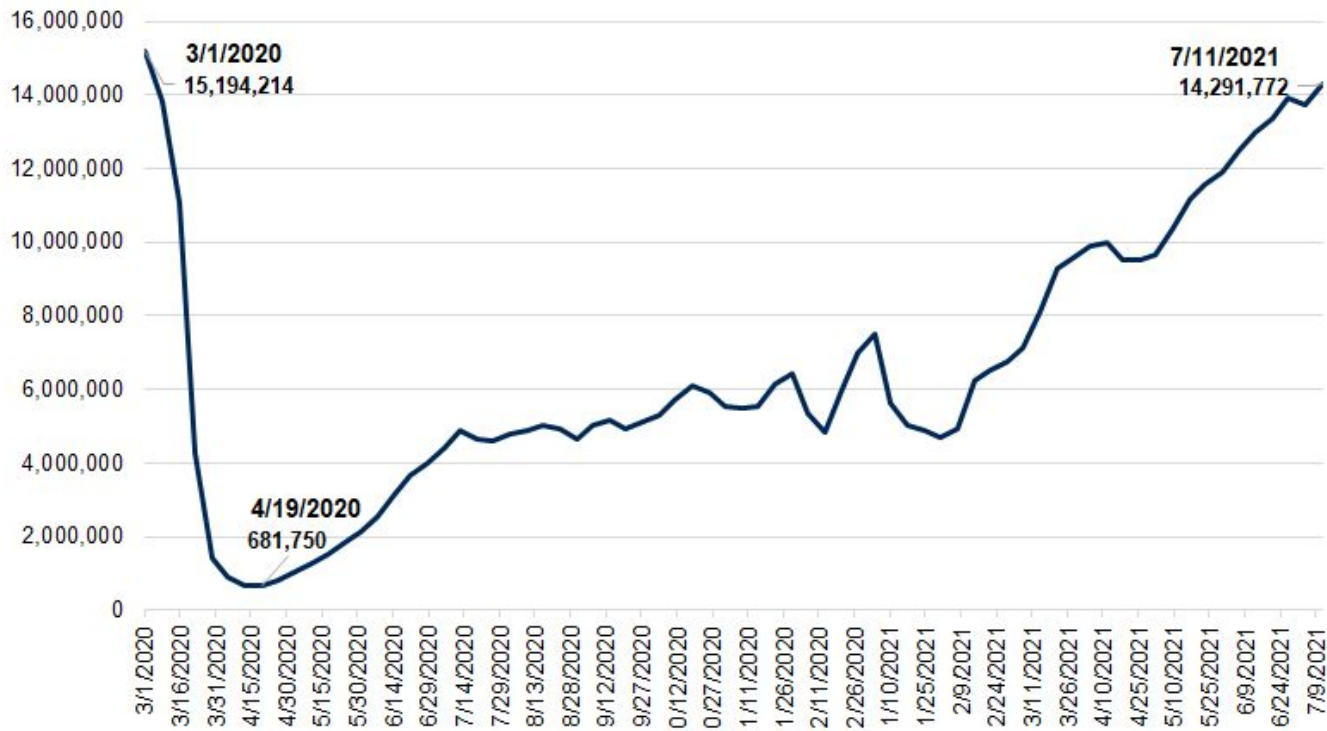
Month-Over-Month Employment Change



Historic 10-Year Average ('11-'20): 100 Jobs or 0.7%
Pre- Pandemic Average ('10-'19): -200 Jobs or -0.5%

Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

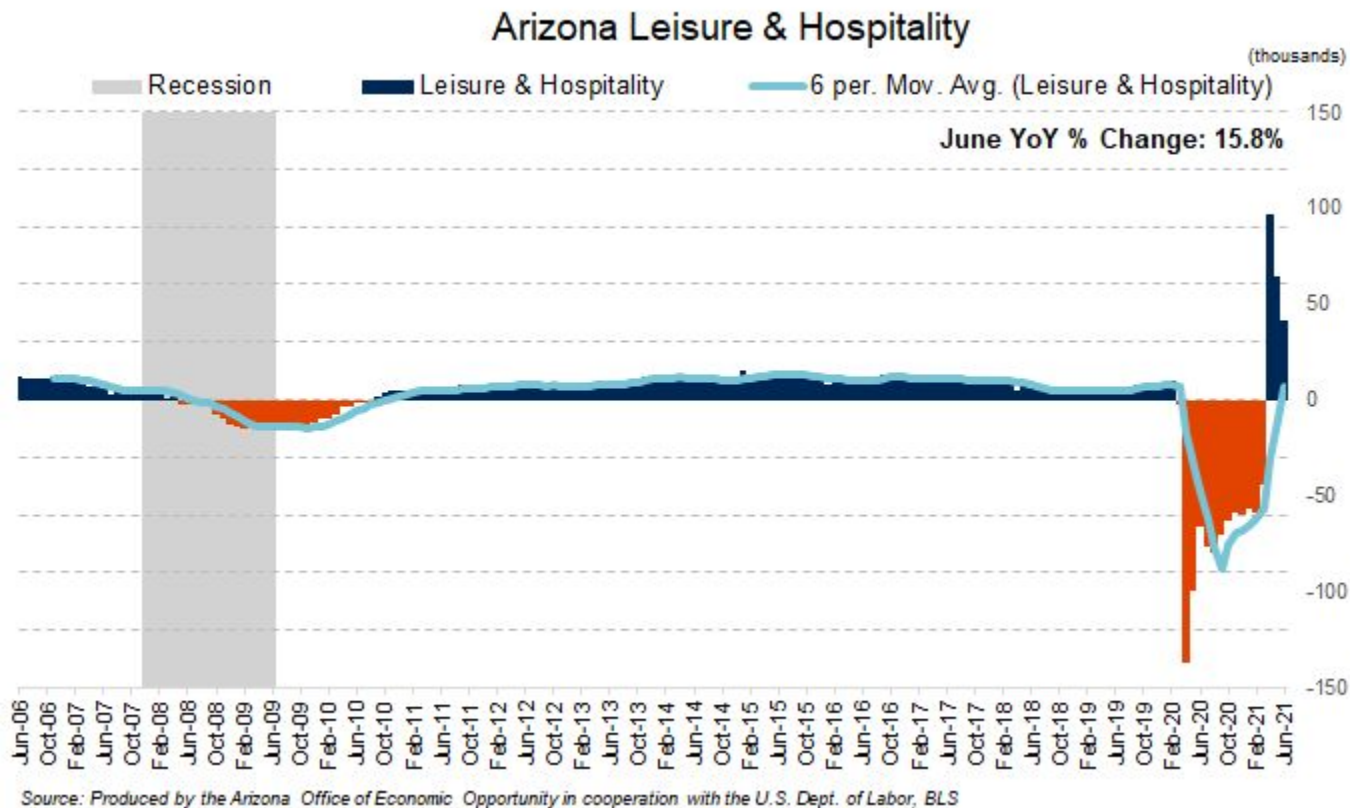
TSA Average Weekly Airport Throughput



Source: Transportation Security Administration

- TSA throughput levels are the closest to pre-pandemic levels since 3/1/2020

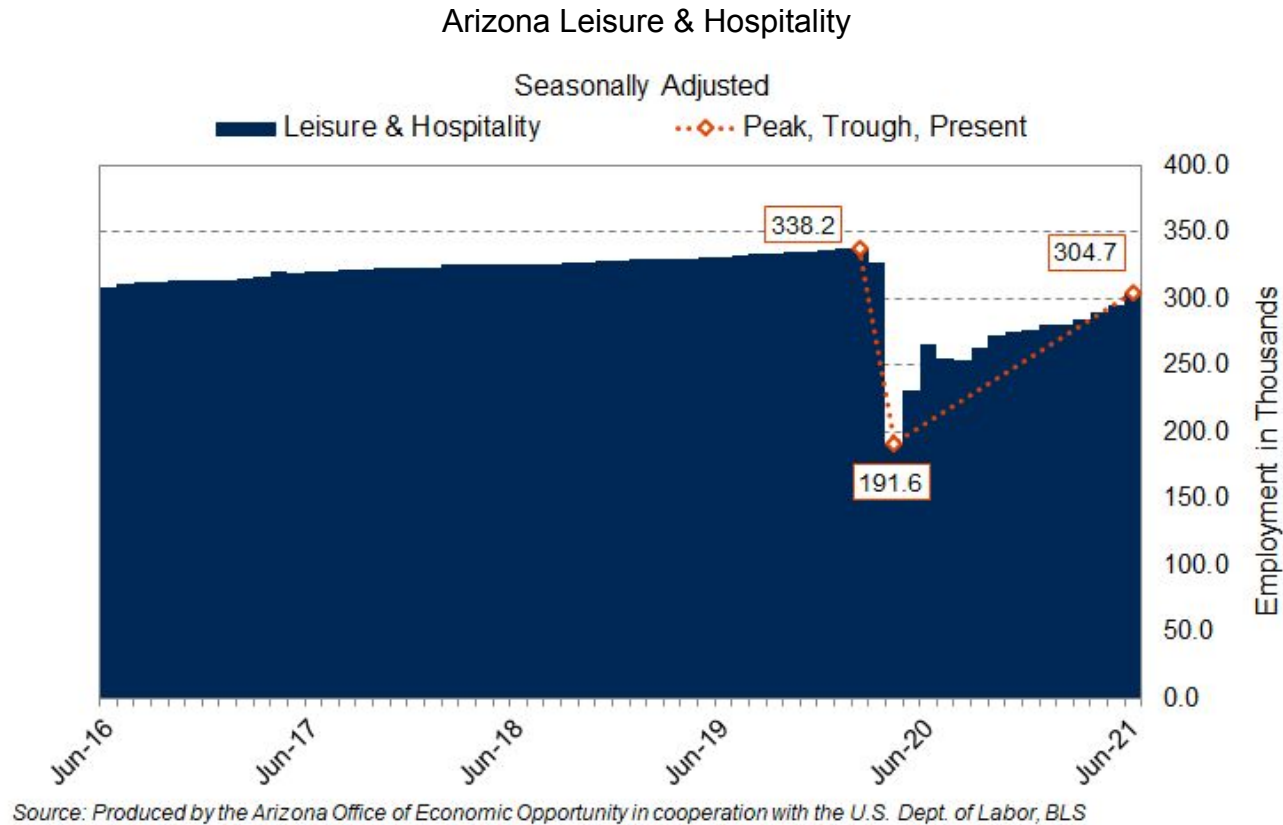
Year-Over-Year Employment Change



Notable Gains:

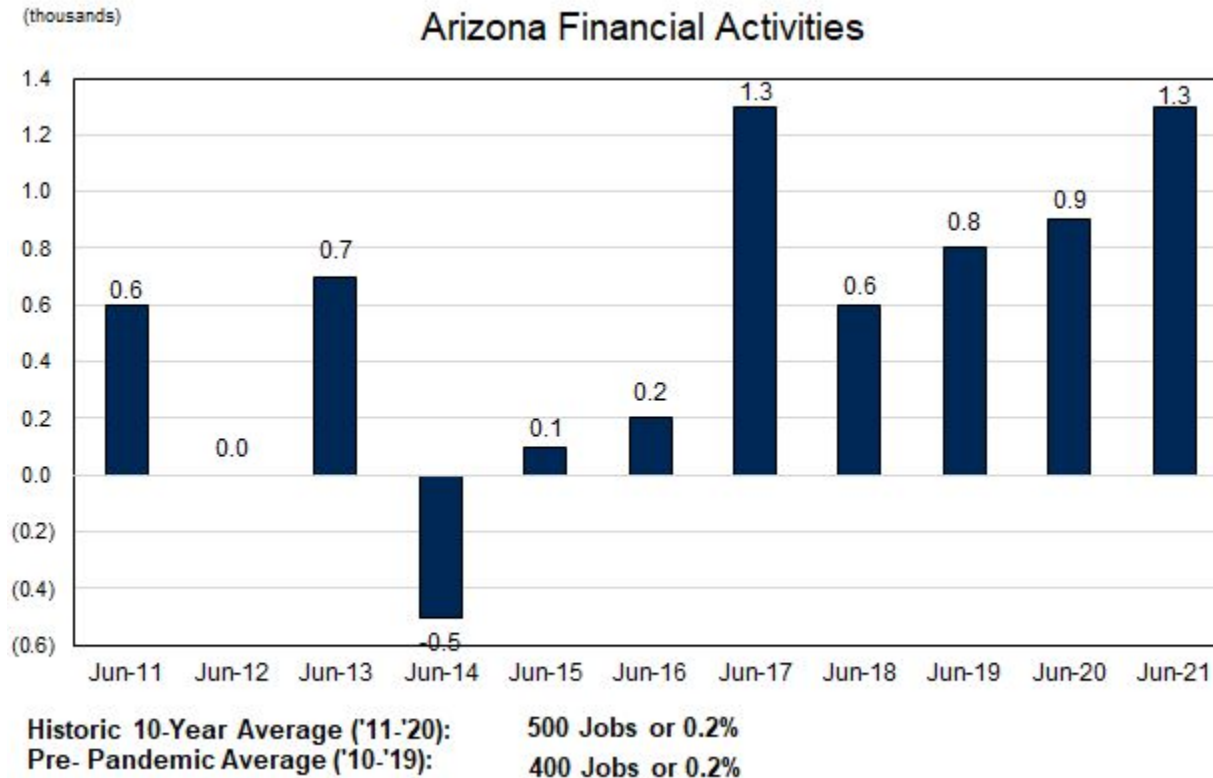
- Food Services and Drinking Places gained 28,400 jobs (14.1%)
- Arts, Entertainment, and Recreation gained 8,900 jobs (27.7%)
- Accommodations gained 4,200 jobs (14.6%)

COVID-19 Pandemic Impact



- Since April 2020, 77% (113,100 jobs) of the pandemic job losses have been recovered

Month-Over-Month Employment Change

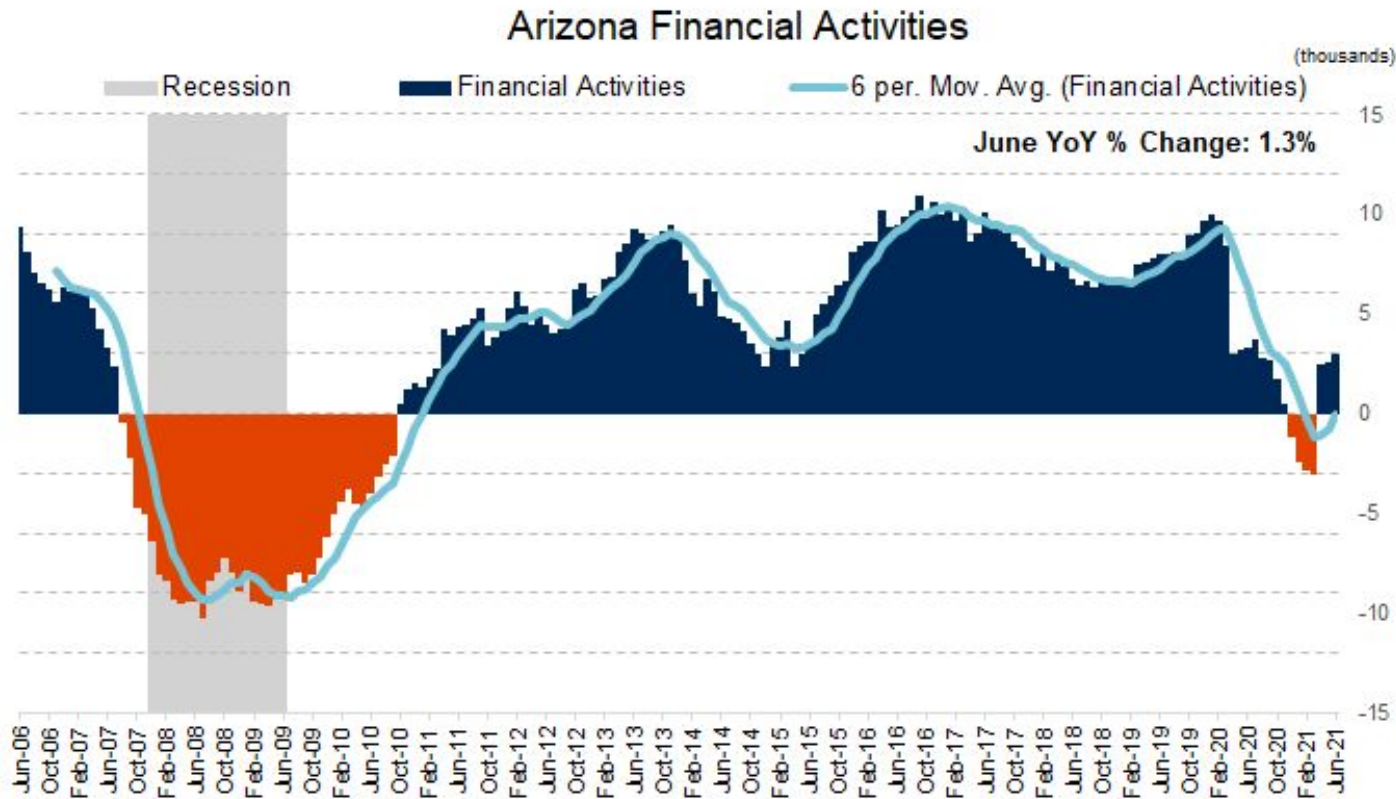


Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

Highlights:

- Credit Intermediaries gained 1,300 jobs (1.4%)
 - Gains primarily from Consumer Lending and Real Estate Credit
- Real Estate, Rental, and Leasing gained 100 jobs (0.2%)
- Insurance Carriers lost 200 jobs (-0.3%)

Year-Over-Year Employment Change



Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

Notable Loss:

- Insurance Carriers lost 3,200 jobs (-4.8%)

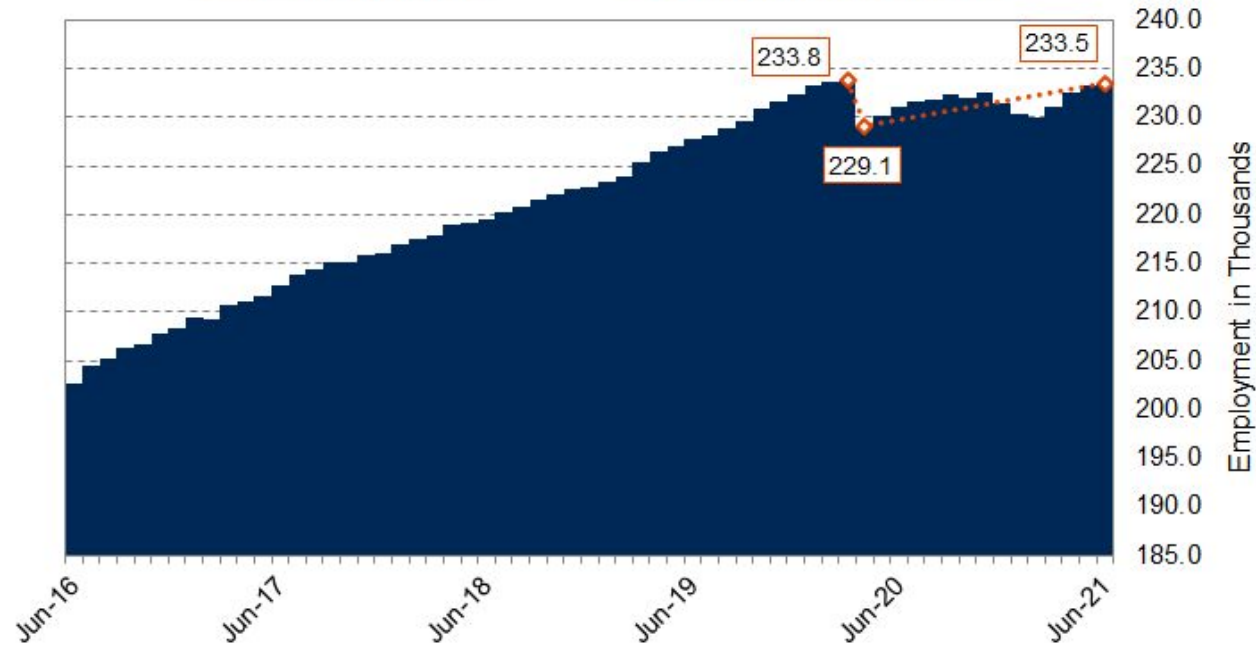
Notable Gains:

- Credit Intermediaries gained 5,100 jobs (5.6%)
- Real Estate and Rental and Leasing gained 600 jobs (1.1%)
- Financial Investments and Vehicles gained 500 jobs (2.5%)

COVID-19 Pandemic Impact

Arizona Financial Activities

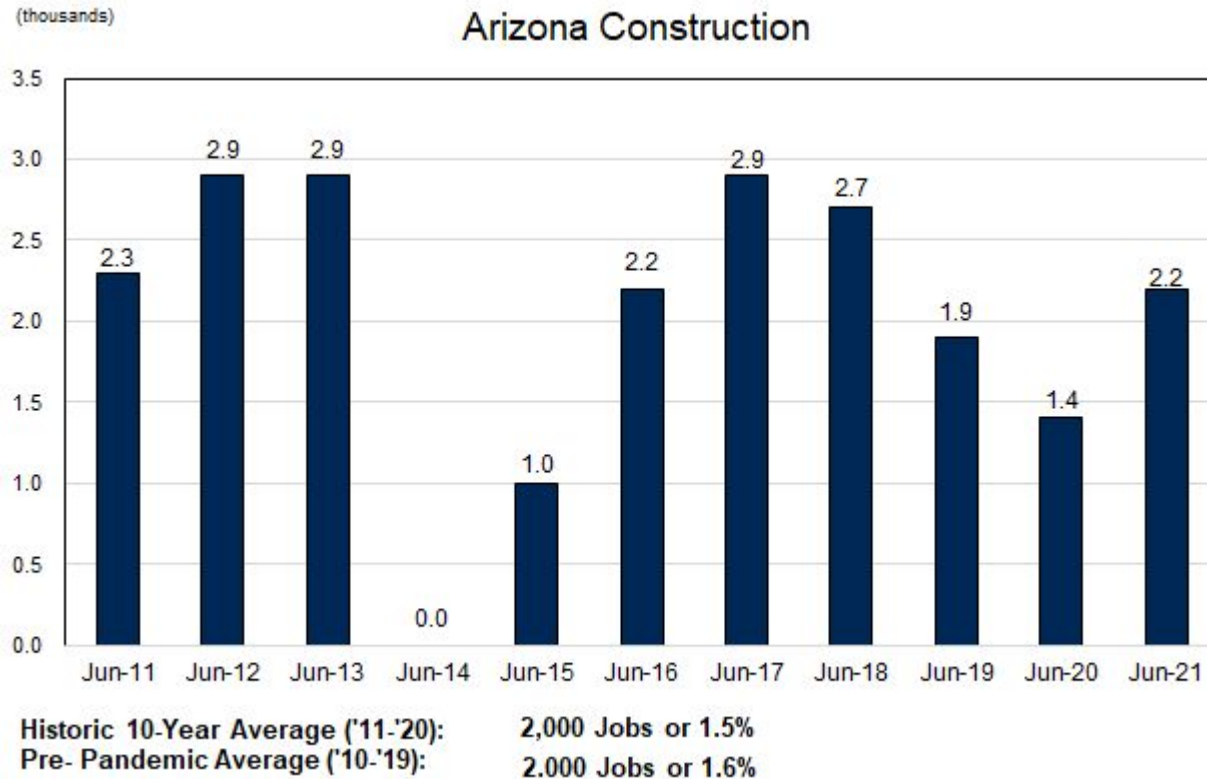
Seasonally Adjusted
Financial Activities Peak, Trough, Present



Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

- Since April 2020, 94% (4,400 jobs) of the pandemic job losses have been recovered

Month-Over-Month Employment Change



Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

Highlights:

- Construction of Buildings gained 1,100 jobs (3.1%)
- Specialty Trade Construction gained 1,000 jobs (0.9%)
- Heavy and Civil Engineering gained 100 jobs (0.5%)

Arizona New Private Housing Units Authorized by Building Permits; Seasonally Adjusted

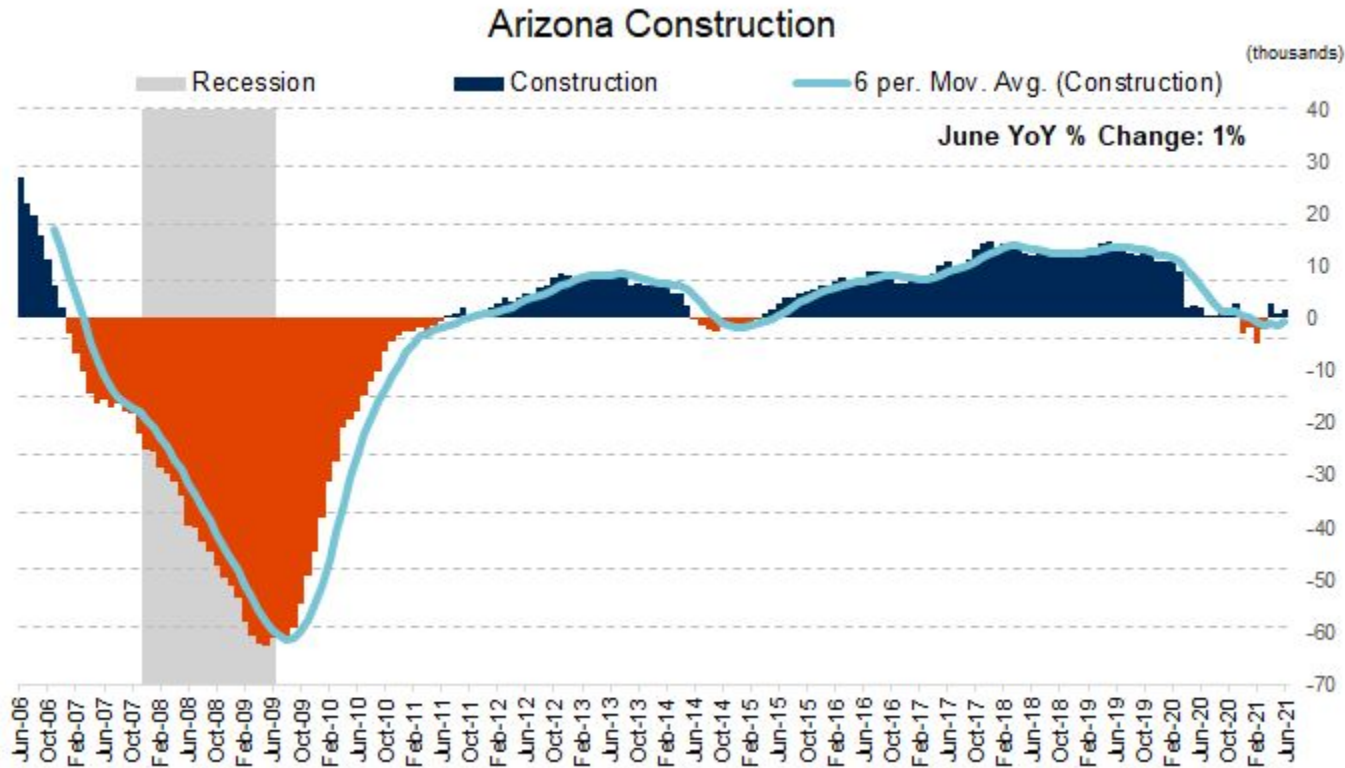


Source: U.S. Census Bureau

Notable Changes:

- 5,244 building permits were authorized in May 2021, up 2,229 (73.9%) from May 2020.

Year-Over-Year Employment Change



Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

Notable Loss:

- Heavy and Civil Construction lost 200 jobs (-1.0%)

Notable Gains:

- Construction of Buildings gained 1,200 jobs (3.4%)
- Specialty Trades Construction gained 700 jobs (0.6%)

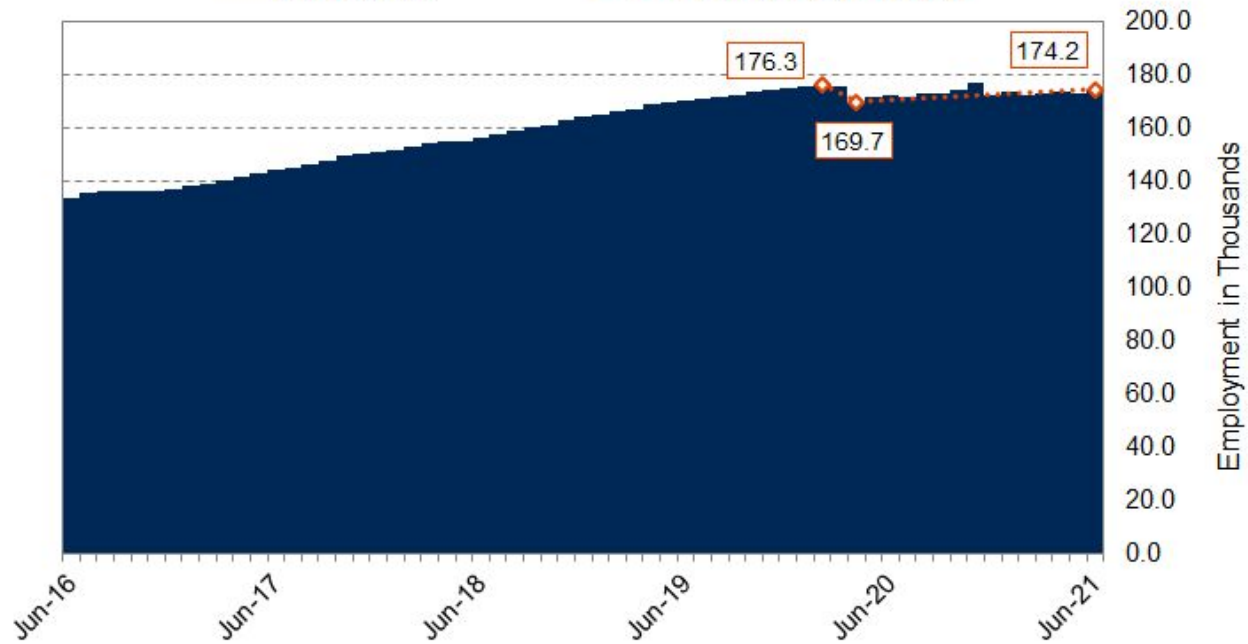
COVID-19 Pandemic Impact

Arizona Construction

Seasonally Adjusted

■ Construction

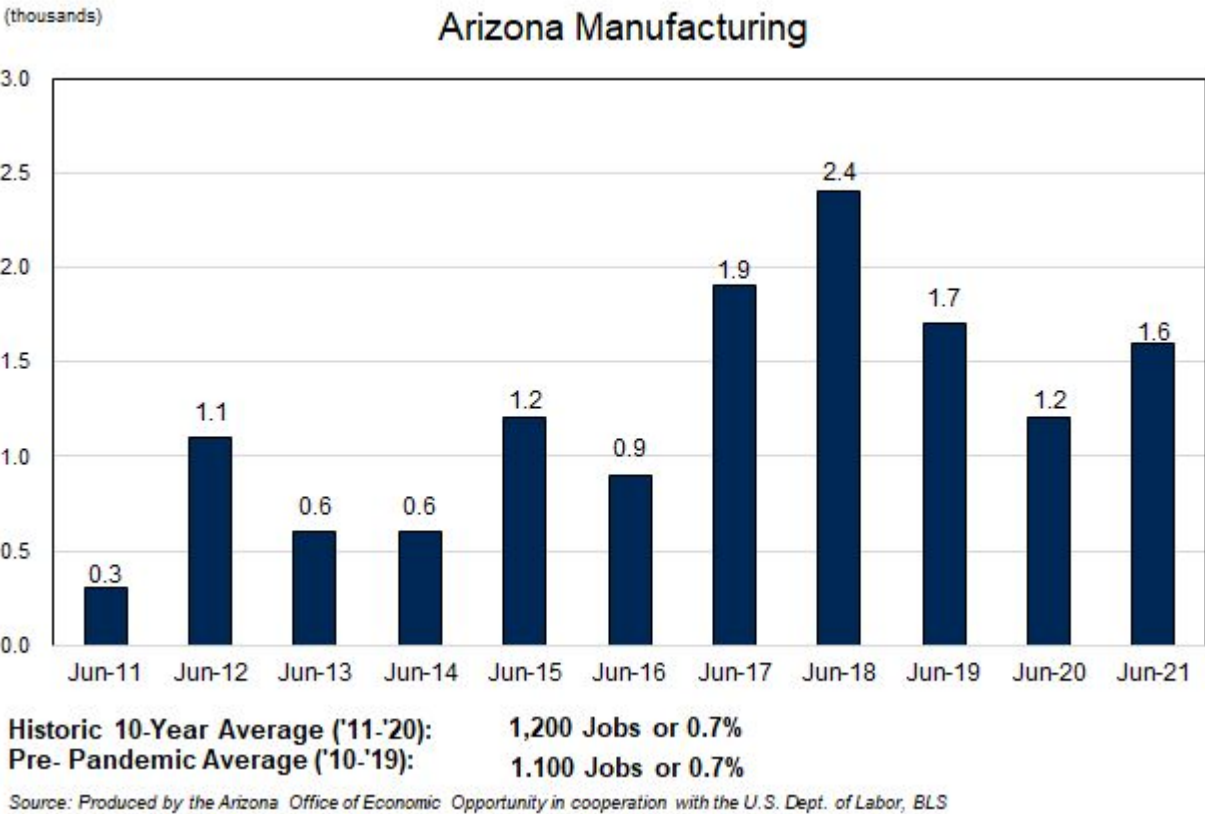
●●● Peak, Trough, Present



Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

- Since April 2020, 68% (4,500 jobs) of the pandemic job losses have been recovered

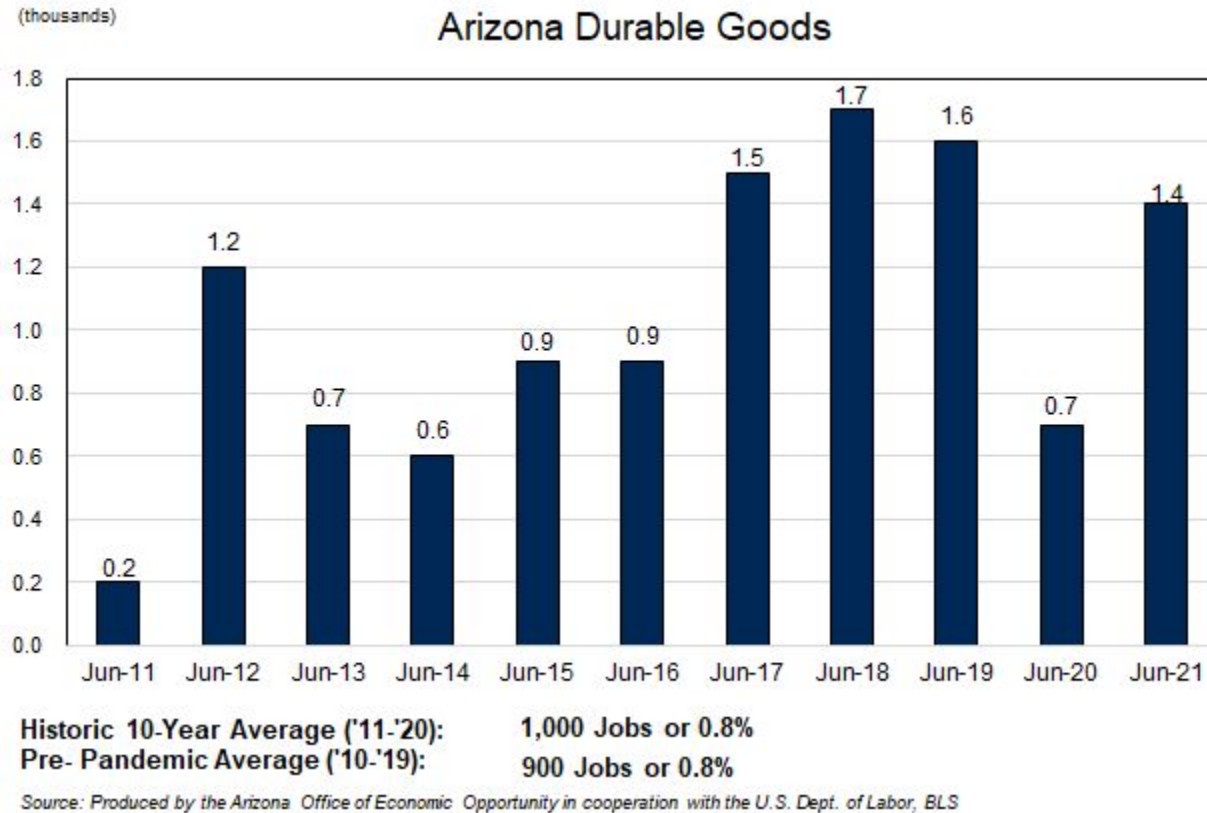
Month-Over-Month Employment Change



Highlights:

- Durable Goods gained 1,400 jobs (1.0%)
- Nondurable Goods gained 200 jobs (0.5%)

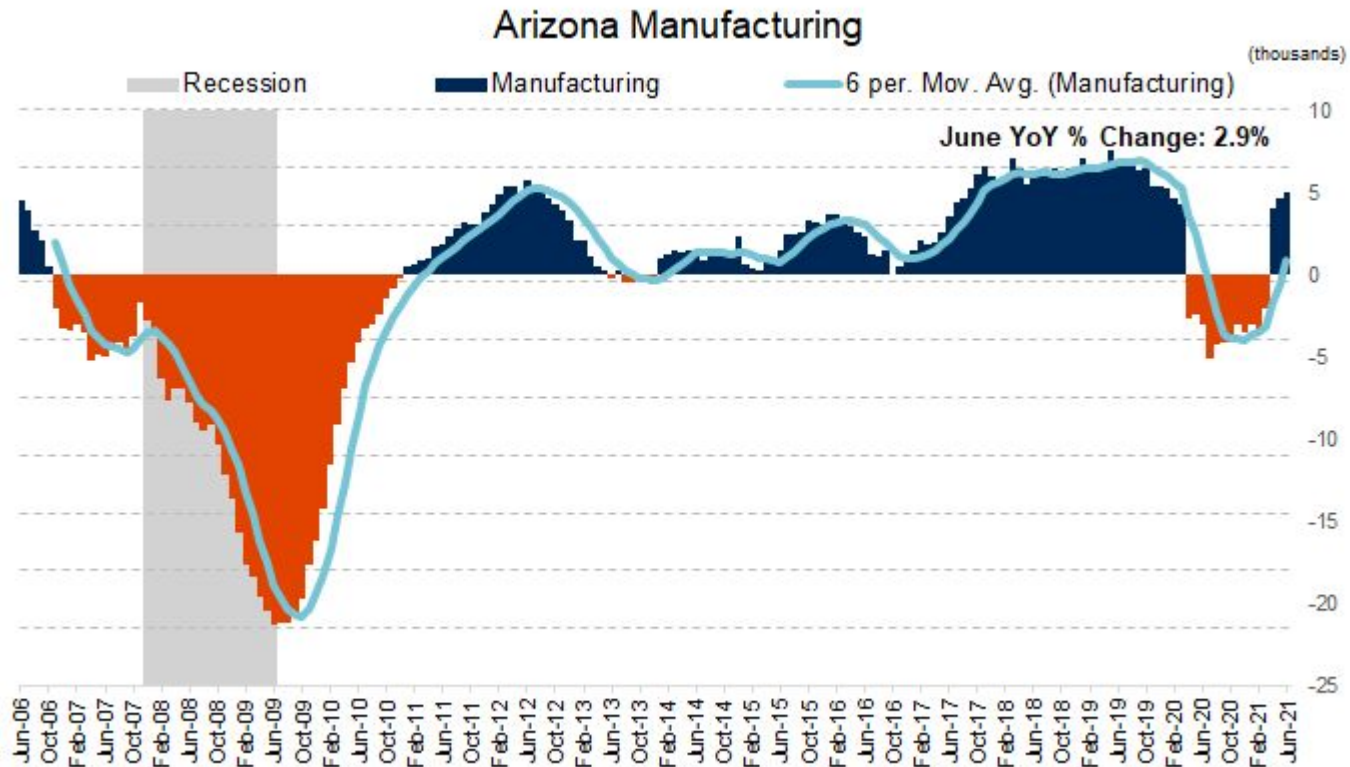
Month-Over-Month Employment Change



Highlights:

- Durable Goods gained 1,400 jobs (1.0%)
- Gains were reported in
 - Motor Home Manufacturing
 - Brick Manufacturing
 - Plate Work Manufacturing

Year-Over-Year Employment Change



Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

Notable Gains:

- Durable Goods gained 3,600 jobs (2.7%)
- Nondurable Goods gained 1,400 jobs (3.4%)

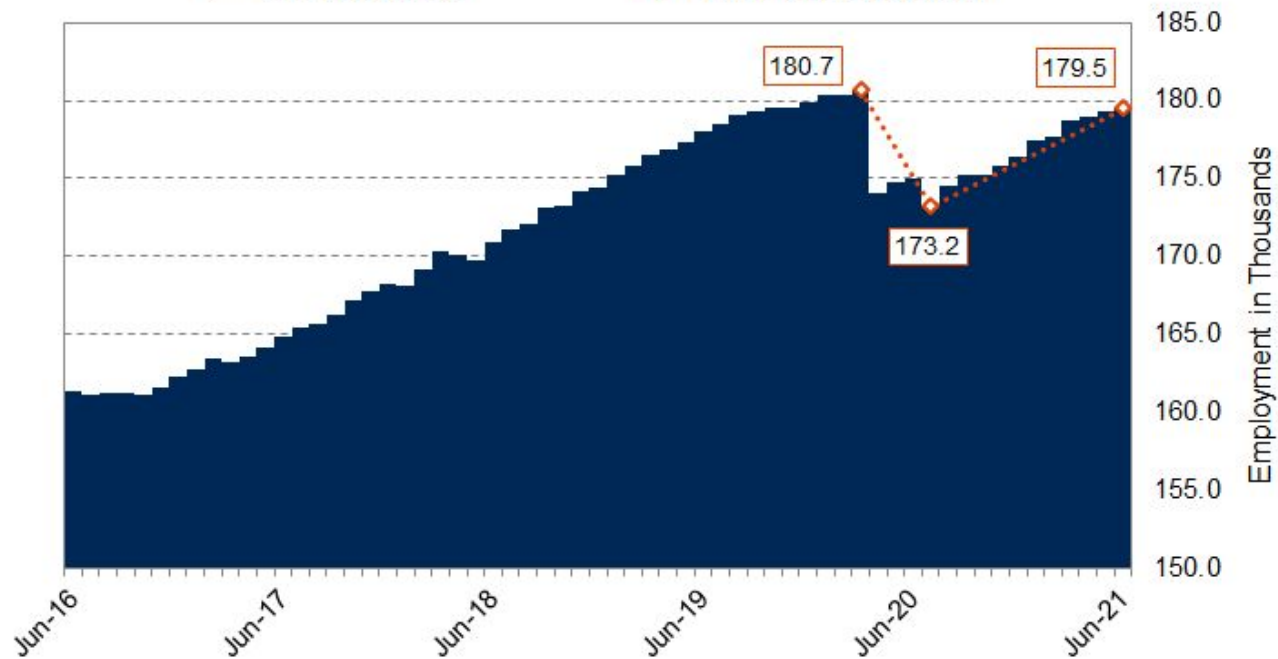
COVID-19 Pandemic Impact

Arizona Manufacturing

Seasonally Adjusted

■ Manufacturing

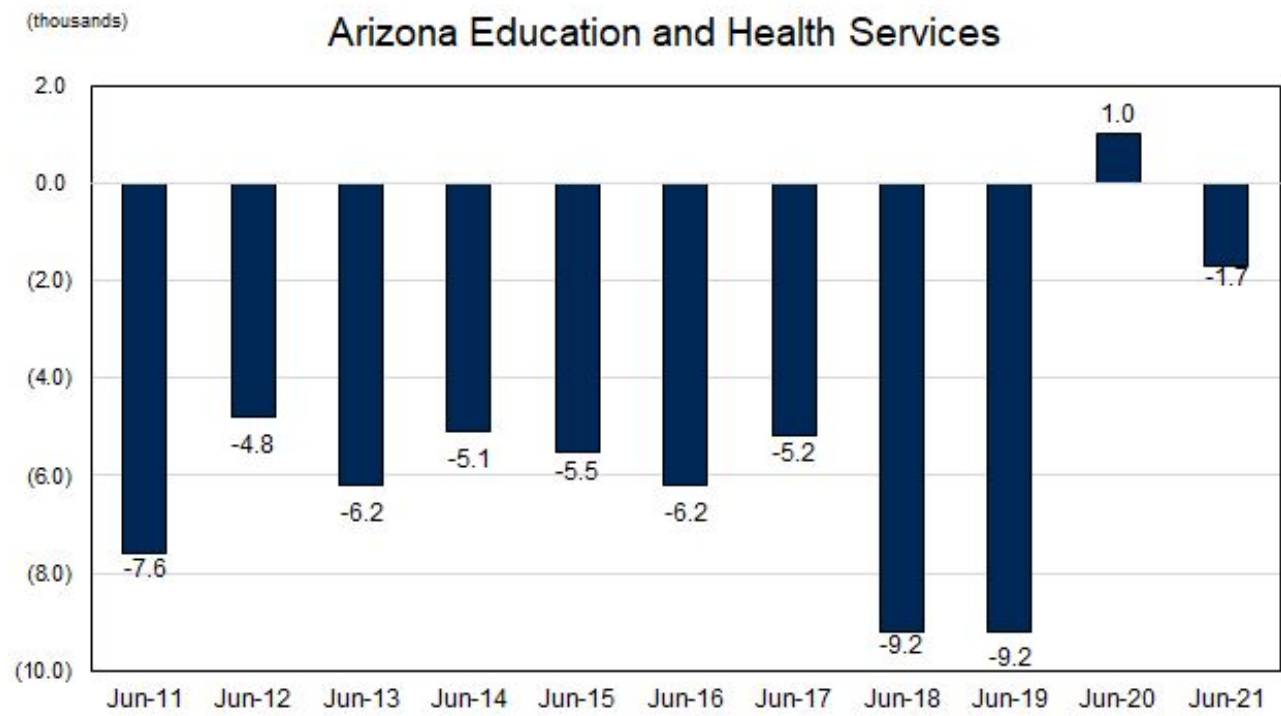
◆ Peak, Trough, Present



Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

- Since July 2020, 84% (6,300 jobs) of the pandemic job losses have been recovered

Month-Over-Month Employment Change



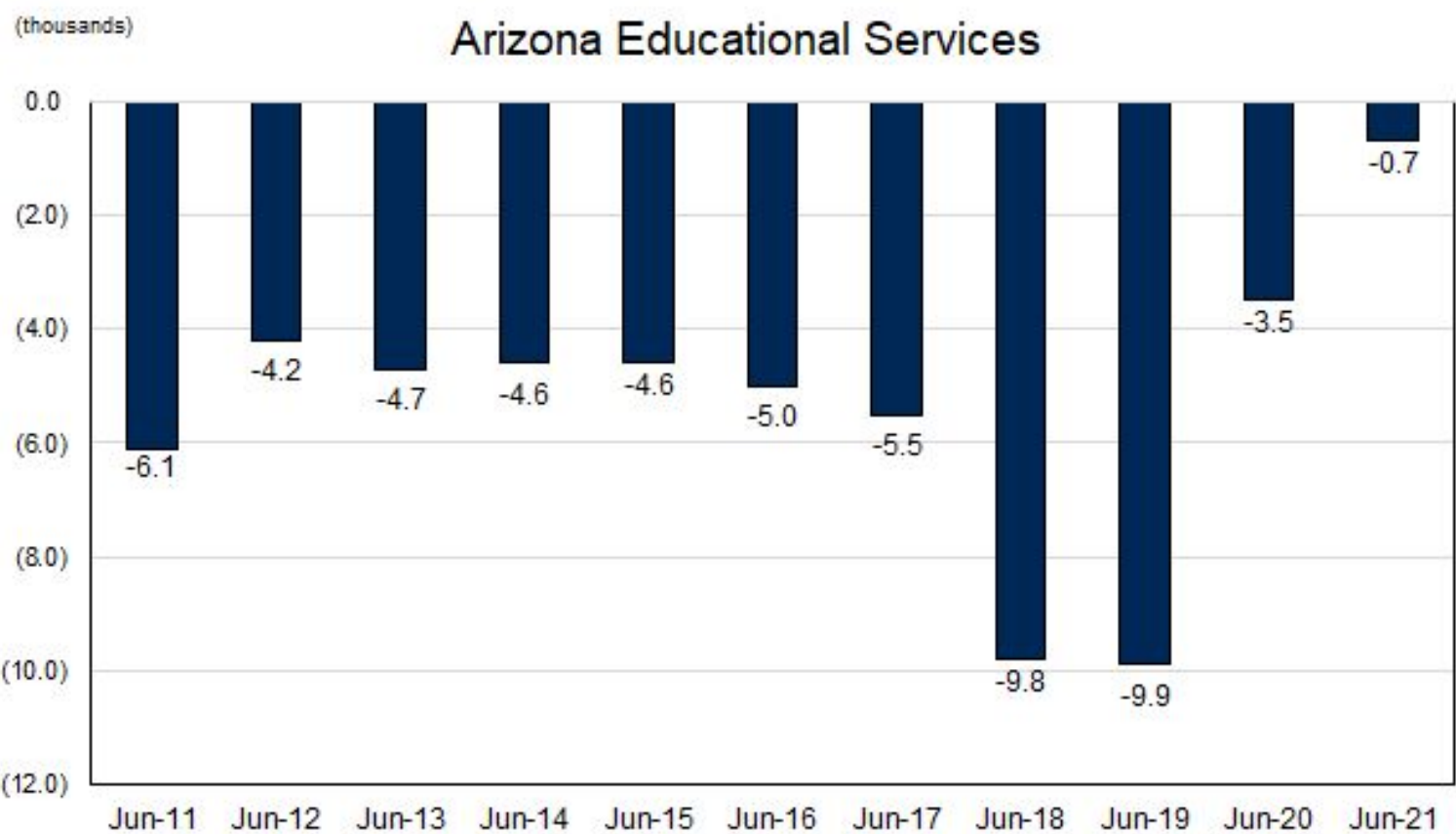
Historic 10-Year Average ('11-'20): -5,800 Jobs or -1.4%
Pre- Pandemic Average ('10-'19): -6.200 Jobs or -1.6%

Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

Highlights:

- Hospitals gained 300 jobs (0.3%)
- Educational Services lost 700 jobs (-1.0%)
- Nursing and Residential Care Facilities lost 200 jobs (-0.3%)

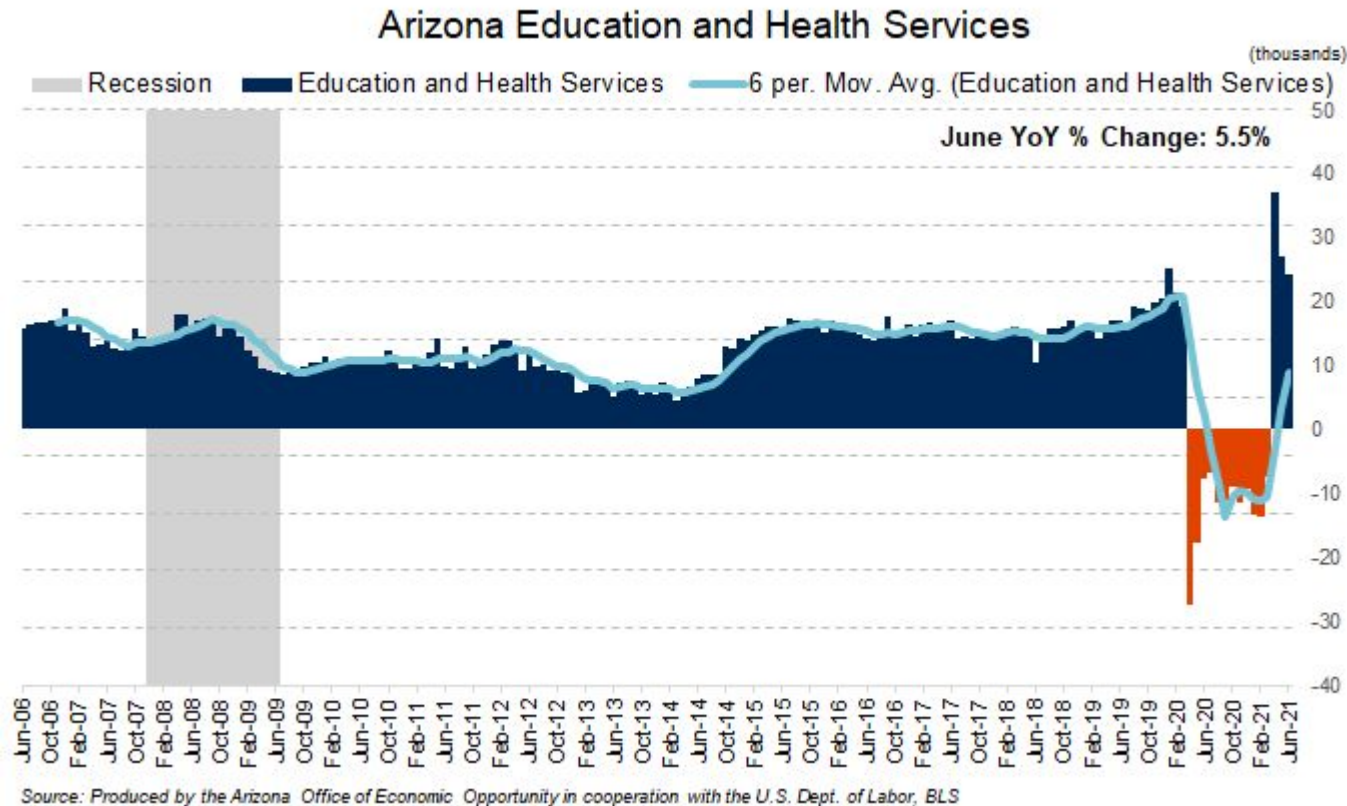
Month-Over-Month Employment Change



Historic 10-Year Average ('11-'20): -5,800 Jobs or -9.4%
Pre- Pandemic Average ('10-'19): -5,700 Jobs or -9.3%

Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

Year-Over-Year Employment Change

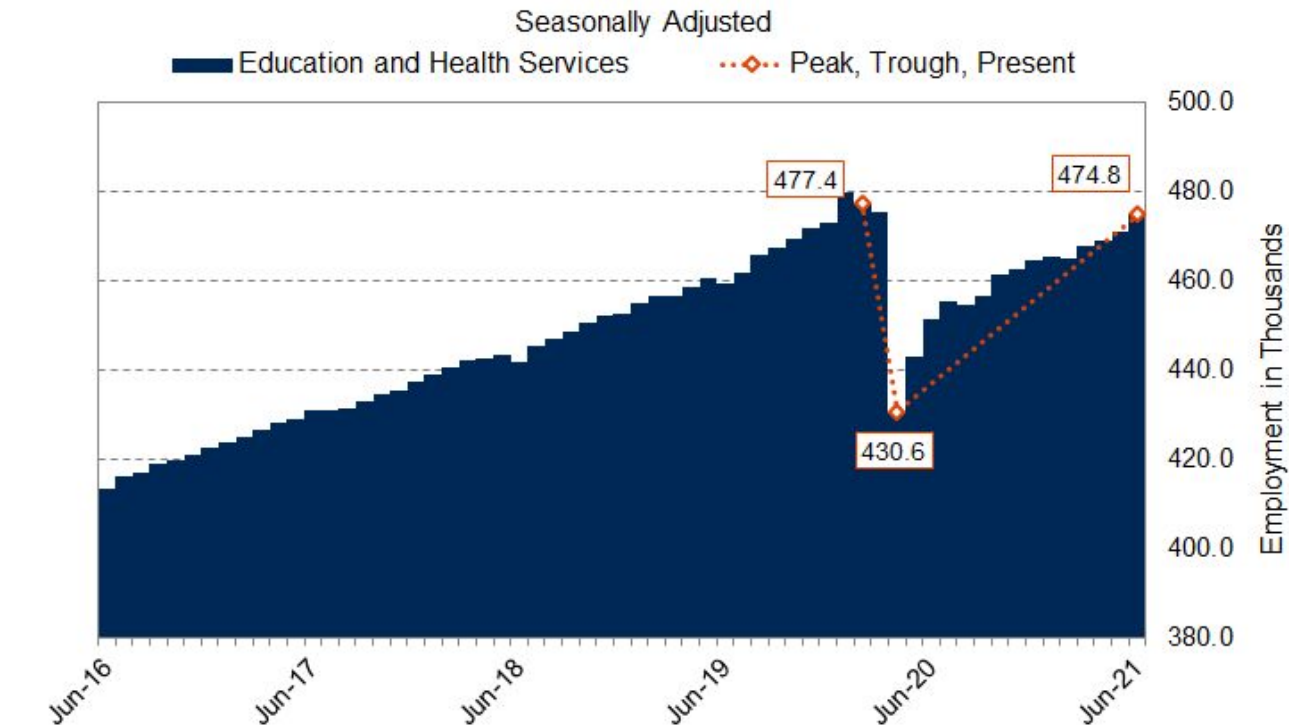


Notable Gains:

- Health Care gained 13,400 jobs (4.1%)
- Ambulatory Health Care Services gained 11,700 jobs (6.8%)
- Educational Services gained 11,000 jobs (18.9%)
- Nursing and Residential Care Facilities gained 900 jobs (1.6%)
- Hospitals gained 800 jobs (0.8%)
- Social Assistance lost 100 jobs (-0.2%)

COVID-19 Pandemic Impact

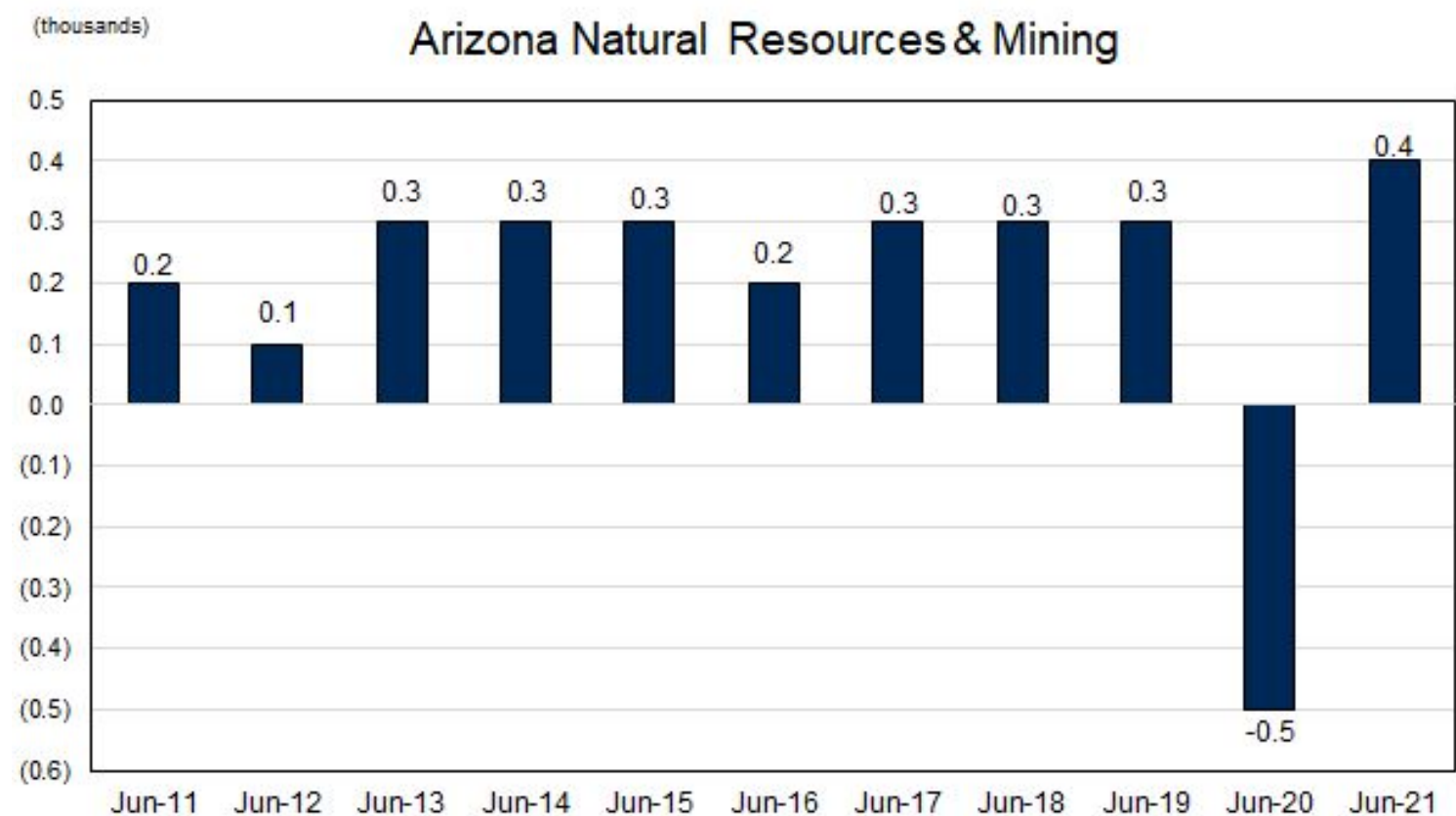
Arizona Education and Health Services



Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

- Since April 2020, 94% (44,200 jobs) of the pandemic job losses have been recovered
 - Healthcare has recovered 96.6% of jobs lost
 - Educational Services has recovered 70.8% of jobs lost

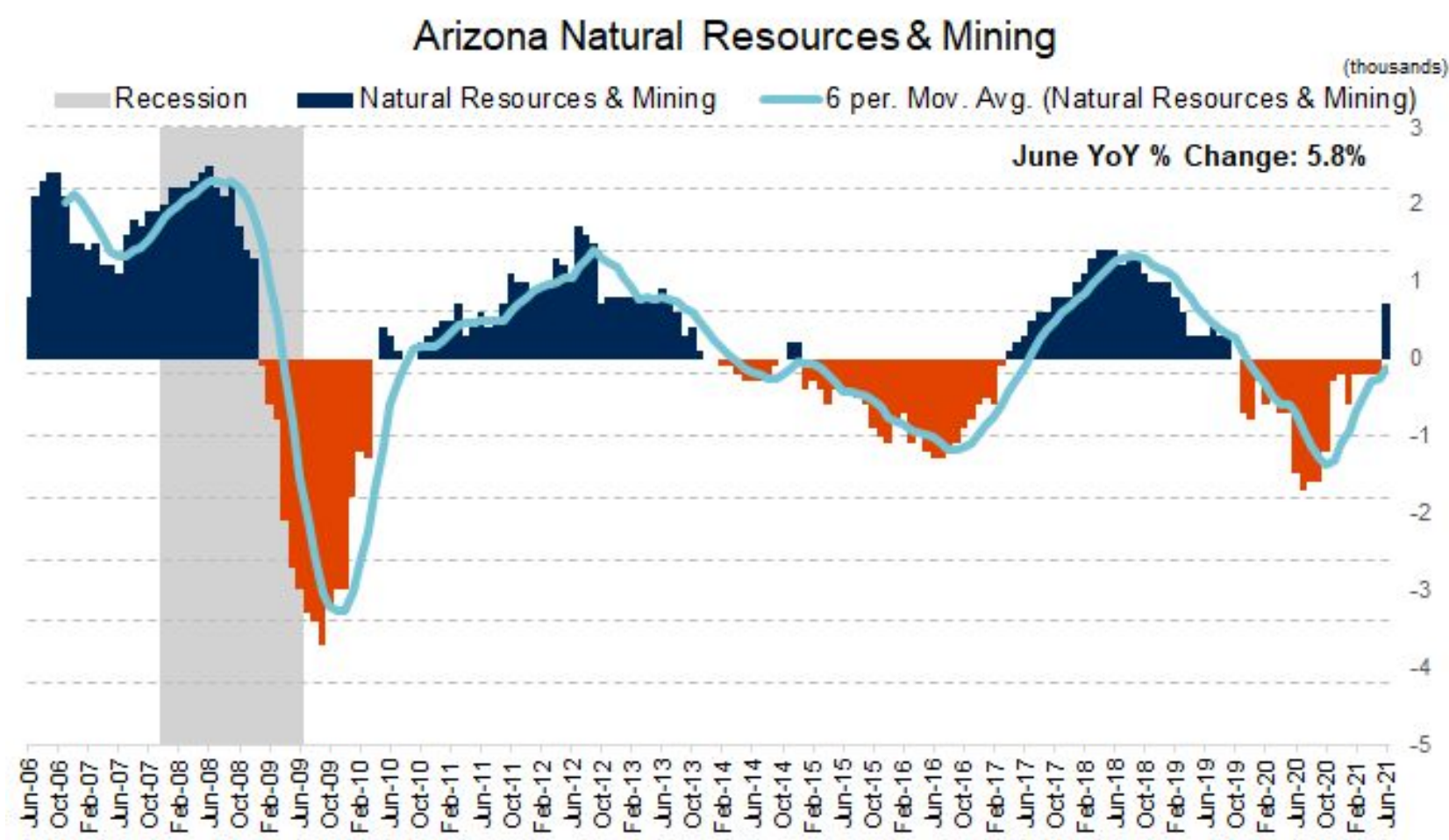
Month-Over-Month Employment Change



Historic 10-Year Average ('11-'20): 200 Jobs or 1.4%
Pre- Pandemic Average ('10-'19): 200 Jobs or 1.8%

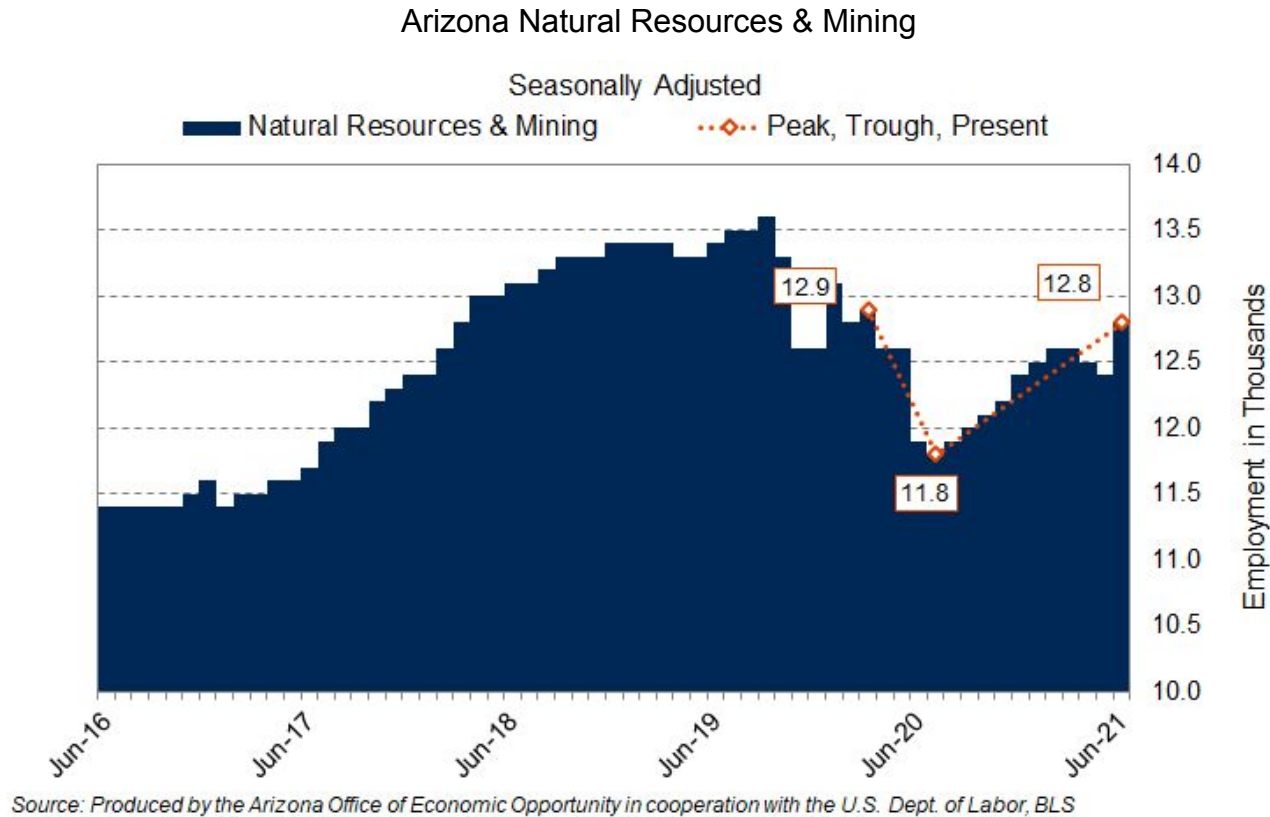
Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

Year-Over-Year Employment Change



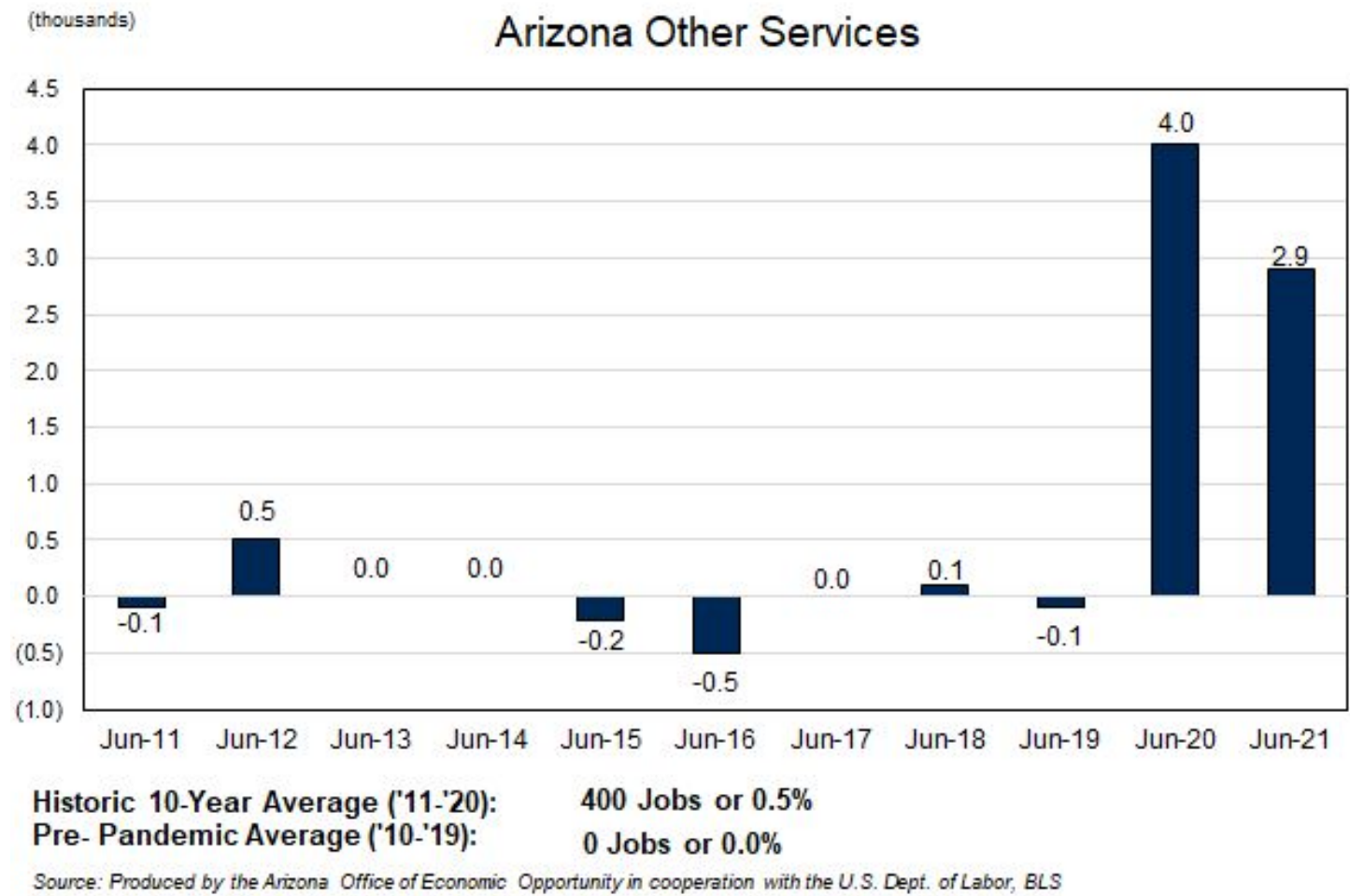
Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

COVID-19 Pandemic Impact

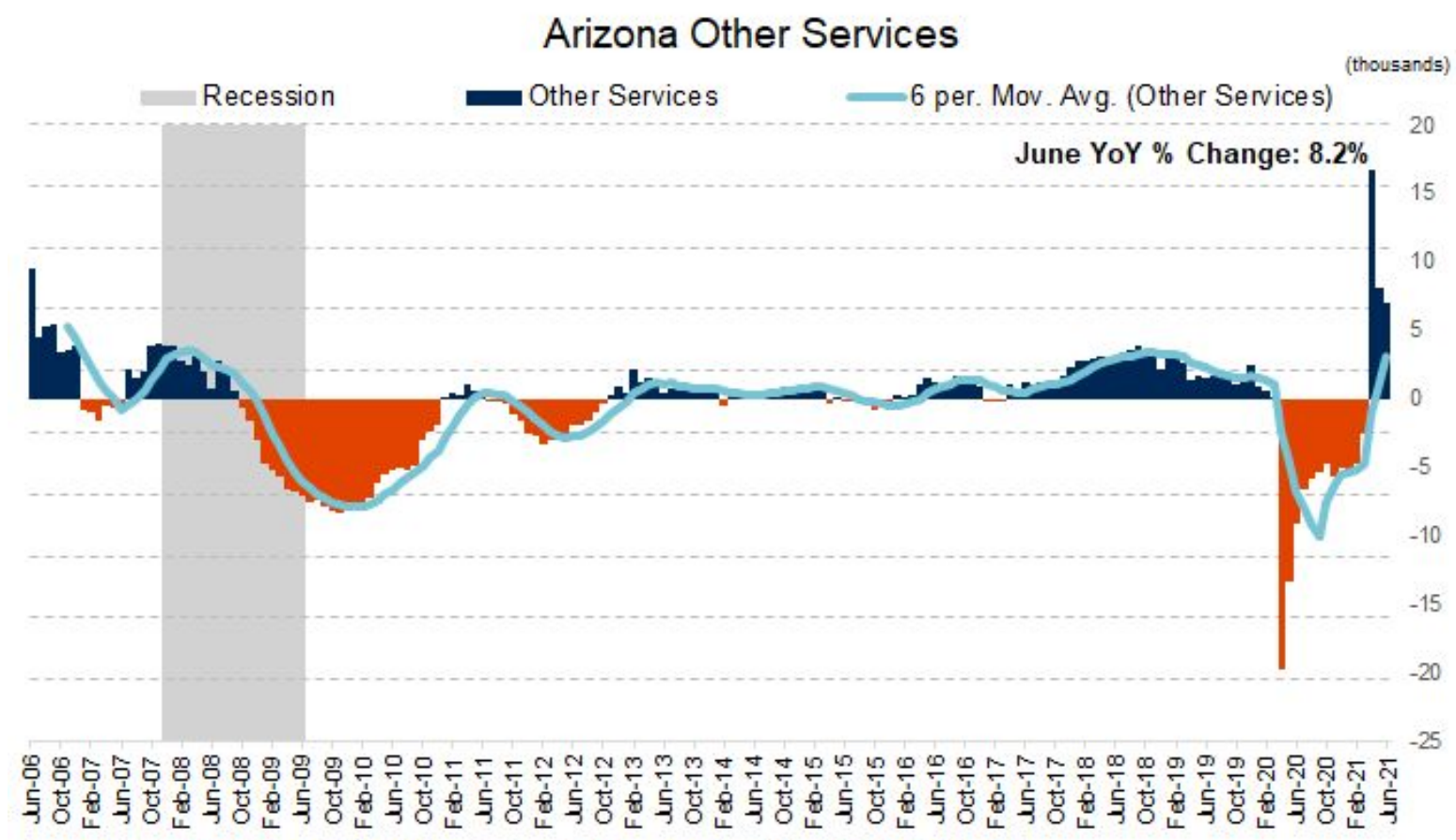


- Since July 2020, 91% (1000 jobs) of the pandemic job losses have been recovered

Month-Over-Month Employment Change

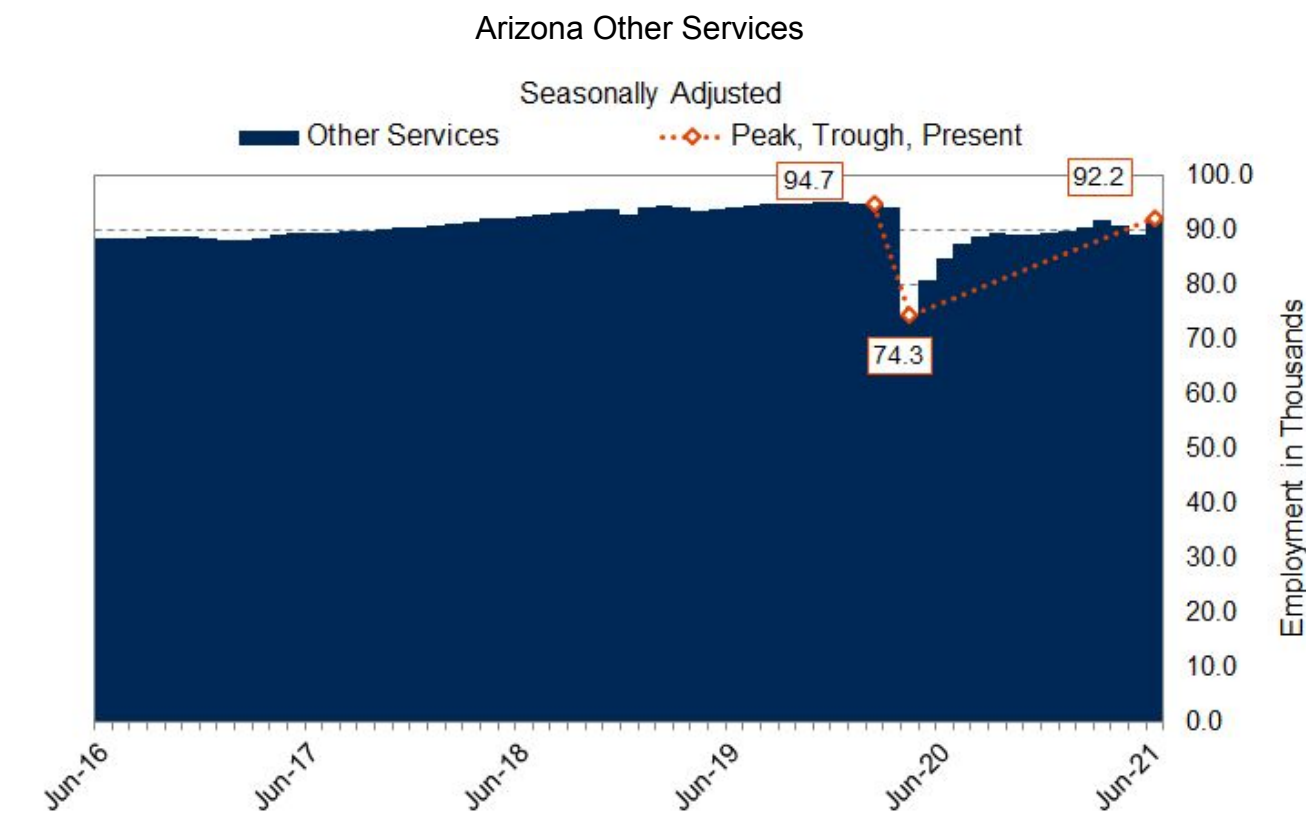


Year-Over-Year Employment Change



Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

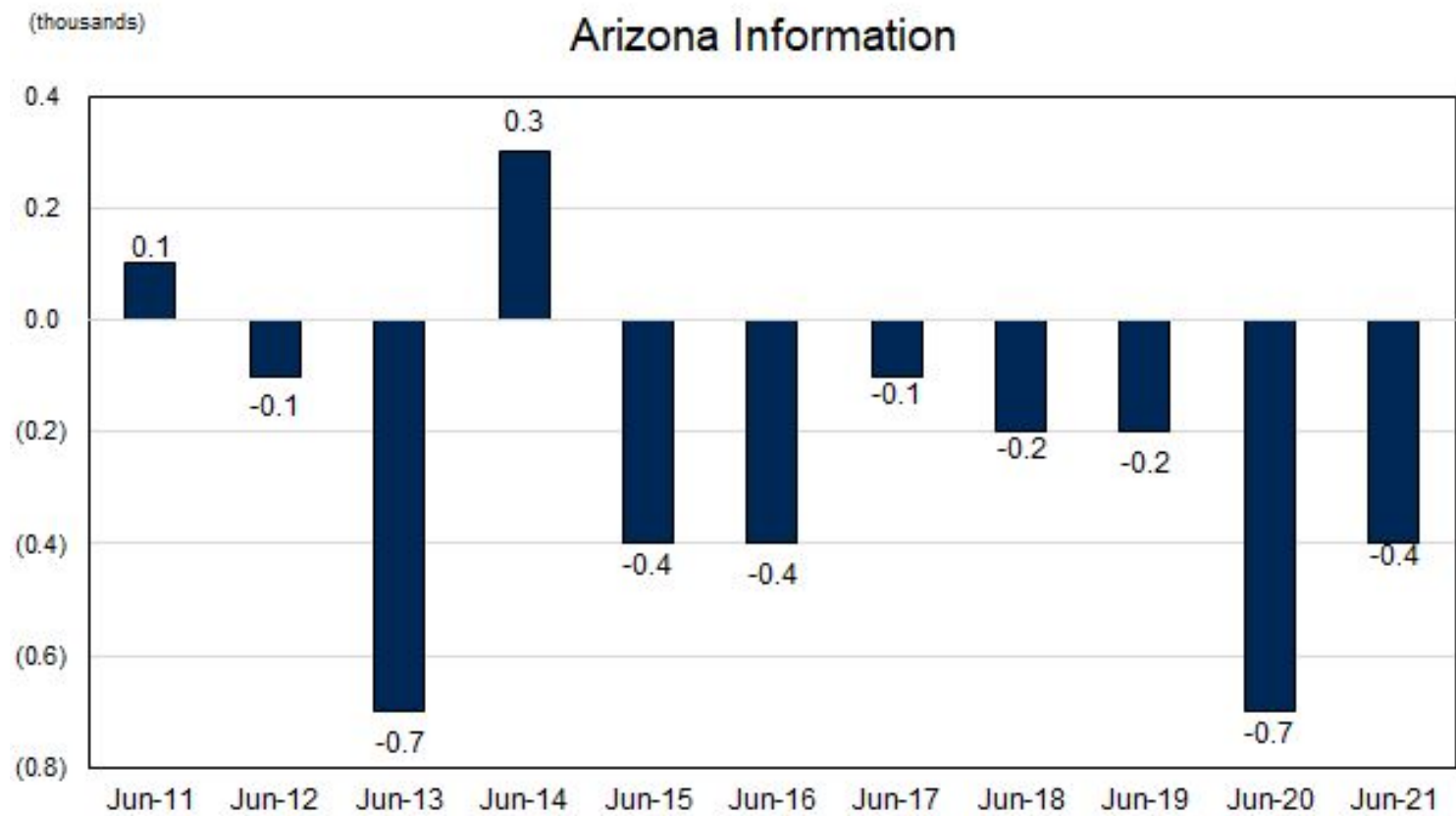
COVID-19 Pandemic Impact



Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

- Since April 2020, 88% (17,900 jobs) of the pandemic job losses have been recovered

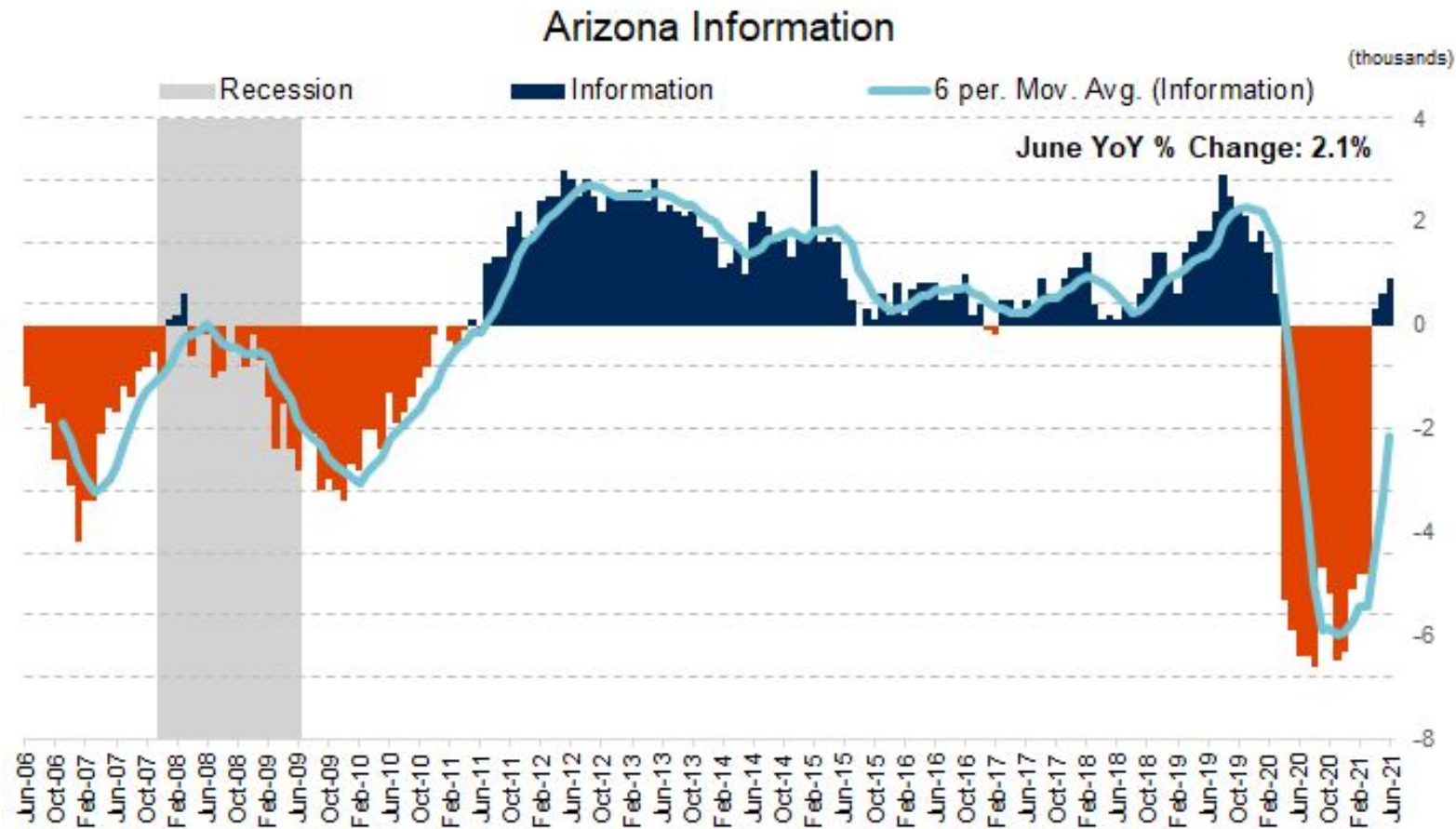
Month-Over-Month Employment Change



Historic 10-Year Average ('11-'20): -200 Jobs or -0.5%
Pre- Pandemic Average ('10-'19): -100 Jobs or -0.3%

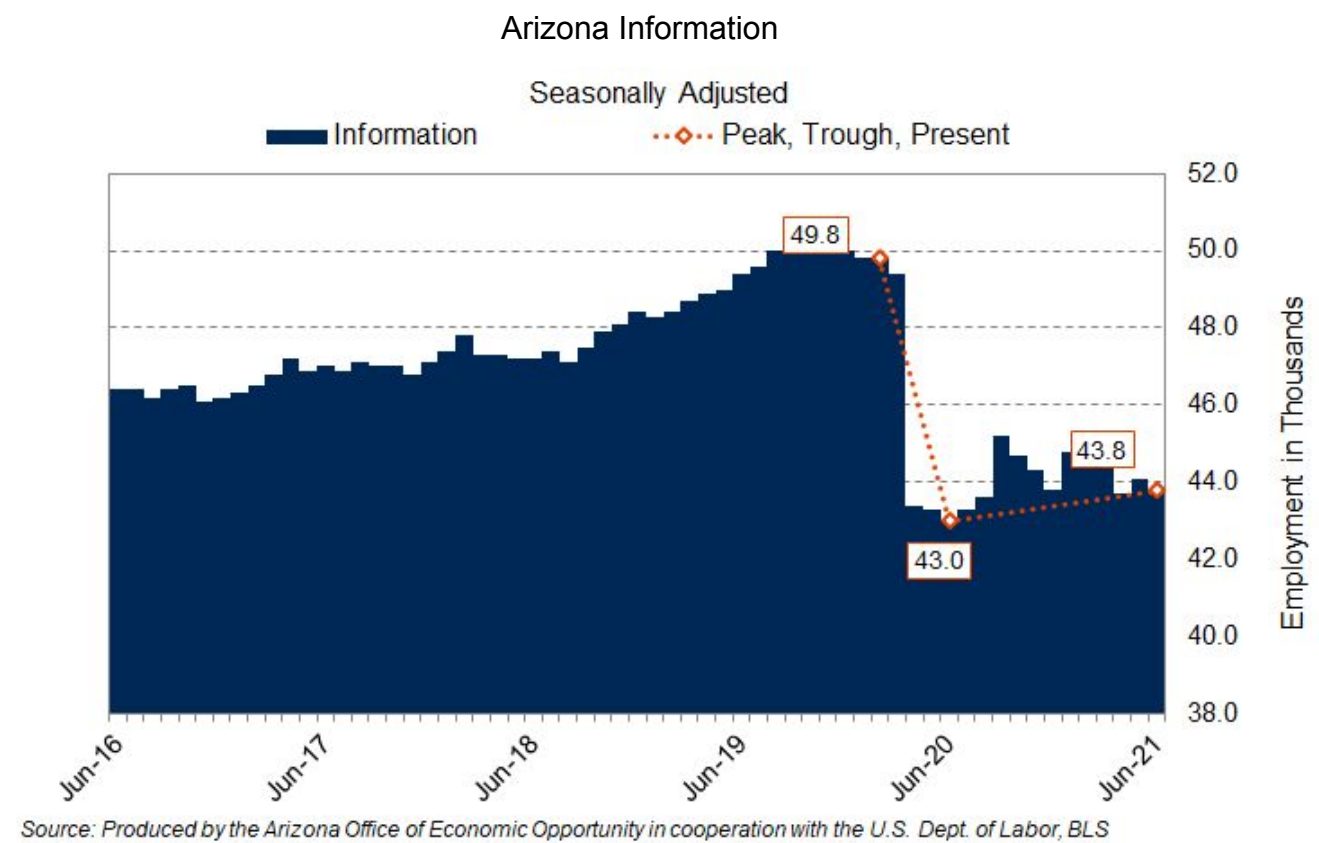
Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

Year-Over-Year Employment Change



Source: Produced by the Arizona Office of Economic Opportunity in cooperation with the U.S. Dept. of Labor, BLS

COVID-19 Pandemic Impact



- Since June 2020, 12% (800 jobs) of the pandemic job losses have been recovered

Arizona Job Gains and Losses from Feb. '20 to June '21

Seasonally-Adjusted; In Thousands

Sector	Jobs Lost	Jobs Recovered	Percent Recovered
Trade, Transportation & Utilities	45.8	73.5	160%
Natural Resources & Mining	1.0	1.0	100%
Financial Activities	4.6	4.4	96%
Education and Health Services	46.8	44.2	94%
Other Services	20.4	17.9	88%
Manufacturing	7.2	6.3	88%
Leisure & Hospitality	146.6	113.1	77%
Professional & Business Svcs	37.9	28.4	75%
Construction	6.6	4.5	68%
Information	6.8	0.8	12%
Government	23.5	8.6	37%
Private Sector	321.6	292.0	91%
Total Nonfarm Employment	331.5	287.0	87%

Source: Arizona Office of Economic Opportunity in cooperation with the U.S. DOL BLS

Note: February 2020 level was used as the reference month for comparison purposes

U.S. Job Gains and Losses from Feb. '20 to June '21

Seasonally-Adjusted; In Thousands

Sector	Jobs Lost	Jobs Recovered	Percent Recovered
Trade, Transportation & Utilities	3,363.0	2,765.0	82%
Other Services	1,410.0	1,113.0	79%
Construction	1,113.0	875.0	79%
Professional & Business Svcs	2,387.0	1,754.0	73%
Leisure & Hospitality	8,224.0	6,043.0	73%
Financial Activities	279.0	204.0	73%
Manufacturing	1,385.0	904.0	65%
Education and Health Services	2,843.0	1,815.0	64%
Information	322.0	144.0	45%
Natural Resources & Mining	101.0	41.0	41%
Government	1,521.0	526.0	35%
Private Sector	21,353.0	15,584.0	73%
Total Nonfarm Employment	22,362.0	15,598.0	70%

Source: Arizona Office of Economic Opportunity in cooperation with the U.S. DOL BLS

Note: February 2020 level was used as the reference month for comparison purposes

Report Summary

- Month-over-month, Arizona nonfarm employment decreased by 8,800 jobs
 - Eight of the eleven major sectors gained jobs
- Year-over-year, Arizona nonfarm employment increased by 5.5%, while U.S nonfarm employment increased by 5.8% YoY
- Arizona has recovered all jobs lost in Trade, Transportation & Utilities and Natural Resources & Mining.
- When compared with February 2020 employment levels, Arizona has recovered 87% of jobs, while the United State has recovered 70% of jobs.
- The Arizona unemployment rate increased to 6.8% in June 2021 from 6.7% in May 2021.
- Month-over-month, the Arizona labor force increased by 10,908 individuals

Thank You

Any Questions?

Upcoming Releases:

August 19, 2021: July Employment Report