

The Employment Analysis Report provides a monthly update on the status of the New York City labor market through employment, unemployment, and wage statistics. It is drafted by the Economic Research & Policy group at NYCEDC.

Report Summary

- This month's release of June employment data revealed that New York City gained 111,500 private sector jobs, following an increase of 18,600 in May. The city lost over 900,000 jobs from February to April.
 - The sector that added the most jobs was Accommodation and Food Services, which grew by 34,200 jobs.
 - The Finance and Insurance sector experienced the largest decline, losing 6,300 jobs.
- The city's unemployment rate rose to 20.4 percent in June, while labor force participation rose to 59.5 percent.
 - Employed residents rose by 175,600 in June, while the number of unemployed residents increased by 141,100.
- Private sector payroll jobs fell by 758,000 from June 2019 to June 2020, a decrease of 18.6 percent. Private sector jobs fell by 9.2 percent nationwide.

Private and Total Payroll Employment

(Numbers include all persons employed in the city, regardless of place of residence.)

Private sector payroll employment in New York City rose by 111,500 in June 2020 from a month earlier, according to employment data released today by the New York State Department of Labor (NYSDOL), analyzed by New York City Economic Development Corporation's (NYCEDC) Economic Research & Policy group (data incorporate seasonal adjustments). Government jobs in the city rose by 7,900, resulting in a net increase of 119,400 private and public sector payroll jobs.

Revised data for May 2020 indicate that private jobs rose by 18,600 and total jobs rose by 9,300 from the prior month. For the 12 months ending in June 2020, the city's private sector payroll jobs fell by 758,000, a decrease of 18.6 percent. Employment at the national level shrunk 9.2 percent during the period.

Table 1 summarizes city, state, and federal payroll employment data. (Numbers include all persons employed in the city/state, regardless of place of residence.)

Table 1. Employment Overview

	NYC		NYS		U.S.	
Total Nonfarm Jobs	3,902,600		8,301,700		137,802,000	
Total Private Sector Jobs	3,326,600		6,894,200		116,526,000	
Private Sector Changes						
Change from May 2020 (SA)	111,500	3.5%	296,400	4.5%	4,767,000	4.3%
Change from June 2019 (NSA)	(758,000)	-18.6%	(1,407,400)	-16.8%	(11,918,000)	-9.2%
Change from December 2013 (SA)	(186,100)	-5.3%	(671,900)	-8.9%	973,000	0.8%

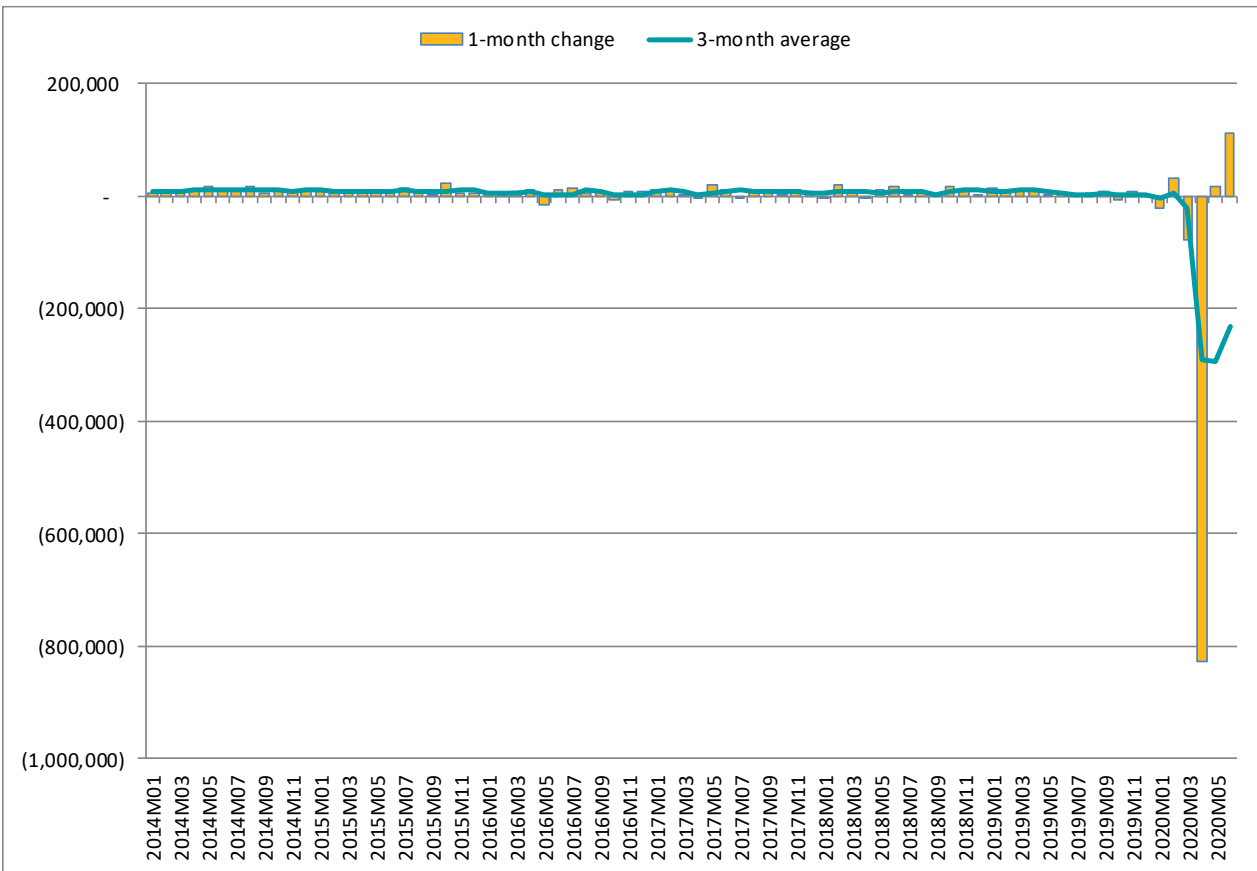
Source: NYSDOL and Bureau of Labor Statistics (BLS)

Data are preliminary and subject to change

Note: SA = seasonally adjusted; NSA = non-seasonally adjusted

Chart 1 shows monthly private employment change and 3-month rolling average since January 2014.

Chart 1. Monthly Private Employment Change and 3-month Average, January 2014 to June 2020



Source: NYSDOL and BLS. Data are seasonally adjusted.

Unemployment and Labor Force

(Numbers include all city residents, regardless of place of employment.)

New York City’s unemployment rate rose from 18.3 percent to 20.4 percent from May to June 2020. The number of employed city residents rose by 175,600 from May to June, while the number of unemployed residents rose by 141,100 over the same period. The labor force participation rate rose from 54.8 percent to 59.5 percent between May and June. Table 2 summarizes city, state, and federal unemployment data.

Table 2. Unemployment Rate

	NYC	NYS	U.S.
June 2020	20.4%	15.7%	11.1%
May 2020	18.3%	14.5%	13.3%
June 2019	4.0%	3.9%	3.7%
<i>Change since December 2013*</i>	<i>12.1%</i>	<i>8.6%</i>	<i>4.4%</i>

Source: NYSDOL and BLS. Data are preliminary and subject to change.

*Percentage point change in unemployment rate since December 2013

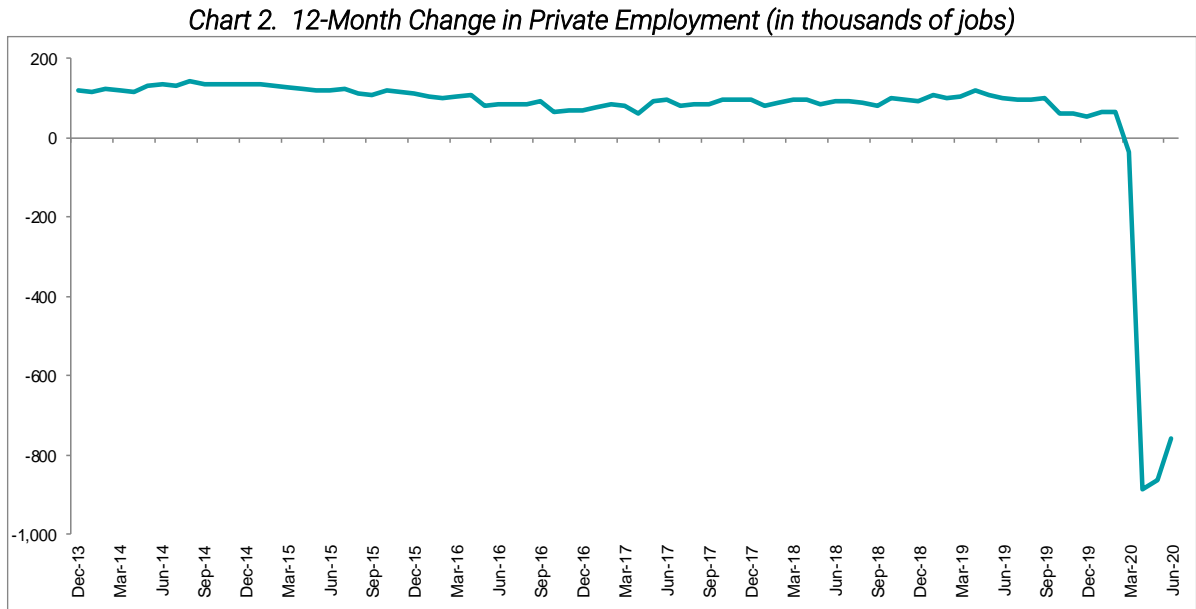
Sectoral Payroll Employment

(Numbers include all persons employed in the city, regardless of place of residence.)

12 Months Ending June 2020

In the 12 months ending June 2020, the city's private sector payroll jobs fell by 758,000, a decrease of 18.6 percent, faster than the national decline (9.2 percent) during the period.

Chart 2 reports the 12-month change in New York City private employment from December 2013 to June 2020.

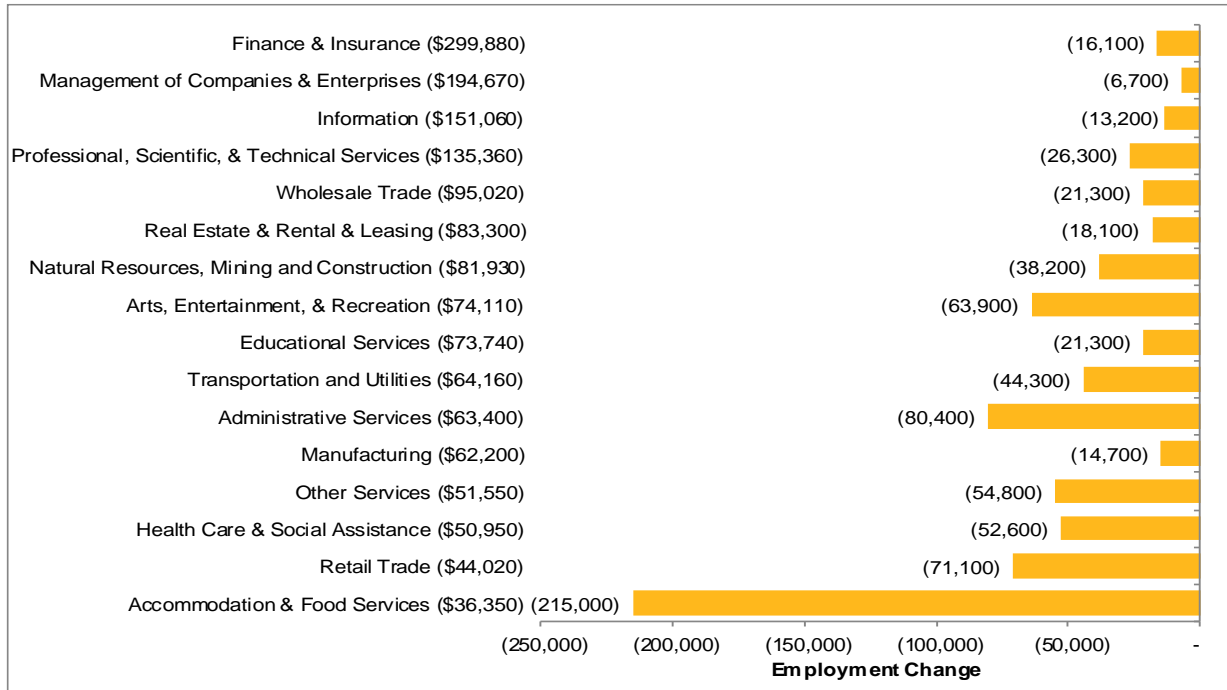


Source: NYSDOL, non-seasonally adjusted data

Employment in the Accommodation & Food Services sector declined by 215,000 jobs in the 12 months ending in June 2020. Administrative and Support and Waste Management and Remediation Services jobs fell by 80,400. Retail Trade lost 71,100 jobs. This is not an exhaustive list of sectors that lost jobs over the past year. There were no sectors that added jobs year-over-year.

Chart 3 reports the sectors that contributed to employment gains in the year ending June 2020.

Chart 3. Change in New York City Private Employment by Industry, 12 Months Ending June 2020, by 2018 Average Wages



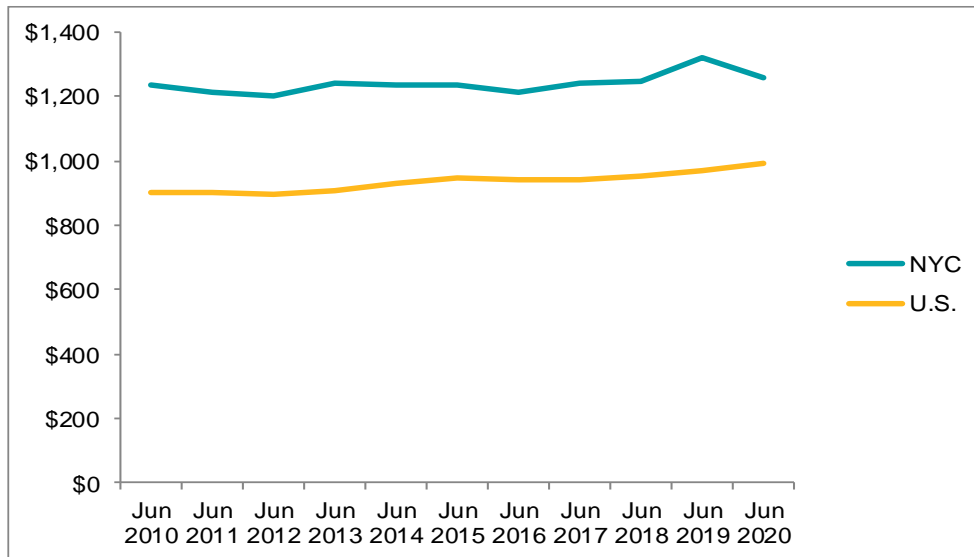
*Other Services includes Repair and Maintenance, Personal and Laundry, Religious, Grantmaking, Civic and Professional Organizations.

Source: NYSDOL

Private sector employees in New York City earned \$37.97 per hour and worked 33.2 hours per week, on average, in June 2020. The resultant average weekly earnings figure of \$1,261 is down 4.4 percent from the inflation-adjusted average from one year prior.

Chart 4 shows the average weekly earnings of private sector employees in New York City.

Chart 4. New York City Average Weekly Earnings, Private Sector



Source: NYSDOL, BLS; Weekly earnings were inflated to current dollars using the U.S. Bureau of Labor Statistics' non-seasonally adjusted Consumer Price Index (CPI) for All Urban Consumers in the New York-Northern New Jersey-Long Island, NY-NJ-CT-PA metropolitan area, and U.S. city average.

Month-to-Month

Accommodation & Food Services had the strongest growth between May 2020 and June 2020, adding 34,200 jobs. Health Care & Social Assistance added 23,000 jobs, and Natural Resources, Mining and Construction added 20,500. This is not an exhaustive list of sectors experiencing gains month-to-month.

The Finance & Insurance sector experienced a decline of 6,300 jobs month-to-month. Professional, Scientific, & Technical Services jobs fell by 1,000, and jobs in Real Estate & Rental & Leasing fell by 1,000. This is not an exhaustive list of sectors experiencing declines month-to-month.

Table 4 summarizes New York City private payroll employment data by industry.

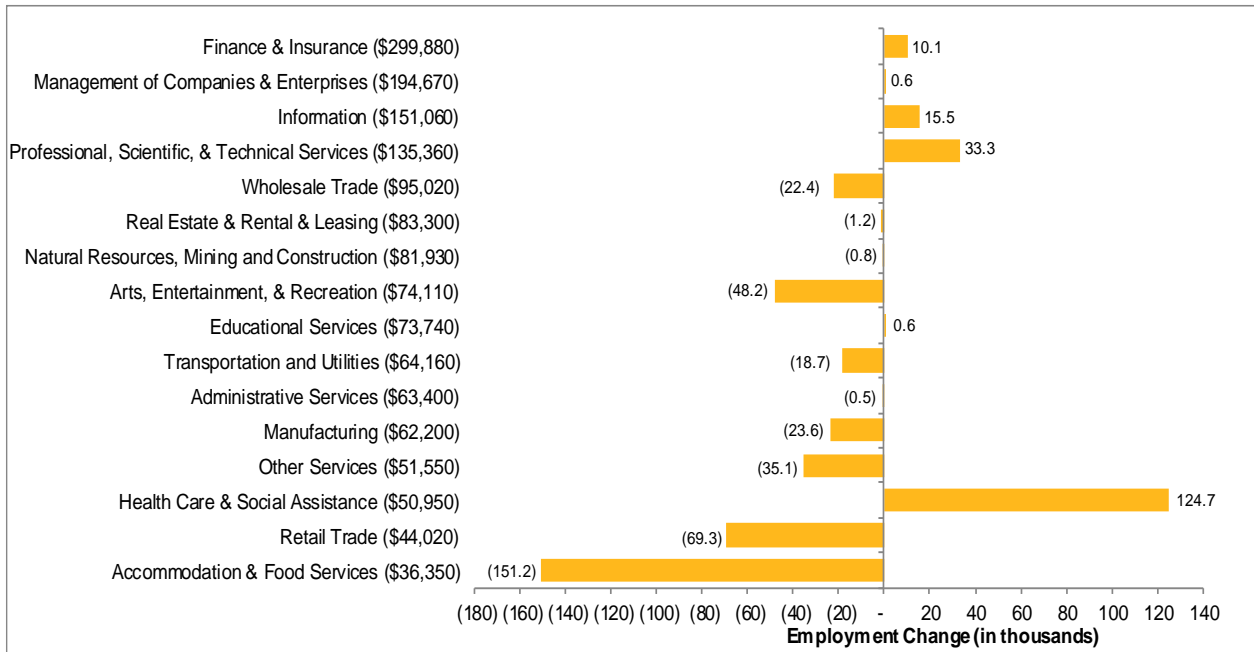
Table 4. New York City Employment by Industry

Industry	Employment					
	Jun-20	Change from Previous Month		Change Year-Over-Year		2018 Average Wage
		Actual	Percent	Actual	Percent	
FIRE	450,300	(7,300)	-1.6%	(34,200)	-7.0%	\$238,120
Finance and Insurance	330,500	(6,300)	-1.9%	(16,100)	-4.6%	\$299,880
Securities	171,100	(5,800)	-3.3%	(11,400)	-6.2%	\$398,660
Banking	100,900	0	0.0%	(3,700)	-3.5%	\$202,240
Other	58,500	(500)	-0.8%	(1,000)	-1.7%	\$161,070
Real Estate	119,800	(1,000)	-0.9%	(18,100)	-13.2%	\$83,300
SERVICES	2,198,500	77,800	3.7%	(534,200)	-19.6%	\$78,290
Information	199,100	(400)	-0.2%	(13,200)	-6.2%	\$151,060
Professional and Business	686,900	1,500	0.2%	(113,400)	-14.2%	\$116,050
Professional, Scientific & Technical	404,700	(1,000)	-0.3%	(26,300)	-6.1%	\$135,360
Management of Companies & Enterprises	69,800	(200)	-0.3%	(6,700)	-8.7%	\$194,670
Administrative and Support	212,300	2,800	1.3%	(80,400)	-27.5%	\$63,400
Educational	224,200	11,000	5.1%	(21,300)	-8.9%	\$73,740
Health Care & Social Assistance	747,100	23,000	3.2%	(52,600)	-6.6%	\$50,950
Arts & Entertainment	32,600	5,700	21.1%	(63,900)	-65.5%	\$74,110
Accommodation & Food	166,900	34,200	25.8%	(215,000)	-56.5%	\$36,350
Other	141,700	2,800	2.0%	(54,800)	-28.0%	\$51,550
TRADE	396,200	16,200	4.3%	(92,400)	-19.0%	\$58,080
Retail	277,000	14,100	5.4%	(71,100)	-20.6%	\$44,020
Wholesale	119,200	2,100	1.8%	(21,300)	-15.1%	\$95,020
MANUFACTURING	53,400	2,700	5.2%	(14,700)	-21.6%	\$62,200
TRANSPORTATION AND UTILITIES	105,400	1,700	1.7%	(44,300)	-29.8%	\$64,160
NATURAL RESOURCES, MINING AND CONSTRUCTION	122,900	20,500	20.0%	(38,200)	-23.6%	\$81,930
TOTAL PRIVATE	3,326,600	111,500	3.5%	(758,000)	-18.6%	\$94,690
GOVERNMENT	576,000	7,900	1.4%	(19,300)	-3.3%	\$79,070
TOTAL (Private + Government) NYC	3,902,600	119,400	3.2%	(777,300)	-16.6	\$92,640

Source: NYSDOL, seasonal adjustments for monthly data by New York City Office of Management and Budget (OMB); wage data from NYSDOL, Quarterly Census of Employment and Wages. Wages by sector, except Government, represent private sector wages only
 Numbers may not add to totals due to rounding
 Data are preliminary and subject to change

Chart 5 reports changes in private employment since December 2013 by industry, ranked by 2018 average wages.

Chart 5. Change in NYC Private Employment by Industry (in thousands of jobs), December 2013 to June 2020, Ranked by 2018 Average Wages



*Wages in parentheses represent the 2018 average wages for that sector. Sectors are sorted from highest to lowest.

Source: New York State Department of Labor (Current Employment Statistics and QCEW)

About NYCEDC

NYCEDC is a mission-driven, nonprofit organization that creates shared prosperity across New York City. Our projects and initiatives are about serving New Yorkers. We are working with and for communities through every step of the economic development process—bringing emerging industries to the five boroughs; creating the spaces and facilities they need to thrive and create jobs; giving New Yorkers the tools and training to succeed in those jobs; and investing in the public infrastructure and neighborhood development projects that make this city a great place to live, work, and do business. Ultimately, we strive to create a sustainable and resilient future, with shared prosperity and opportunity for all New Yorkers.

Find us on Facebook, follow us on Twitter, or visit edc.nyc to learn more about our projects and initiatives.

About NYCEDC Economic Research & Policy

The Economic Research & Policy (ERP) group performs industry and economic research to provide insights into key policy issues, conducts economic analysis of New York City projects, and tracks economic trends for policymakers and the public as a whole. ERP also supports NYCEDC in the evaluation of projects by setting up tools to assess, measure, and report on ideation and results. The team advances high-impact thought leadership on inclusive and innovation-driven economic development.

For more information, visit edc.nyc/NYCeconomics

Contact us at NYCeconomics@edc.nyc