## Illinois Job Index

Release	Data	Issue	
9/21/2009	Jan 1990 / Aug 2009	2009.9	www.real.uluc.edu

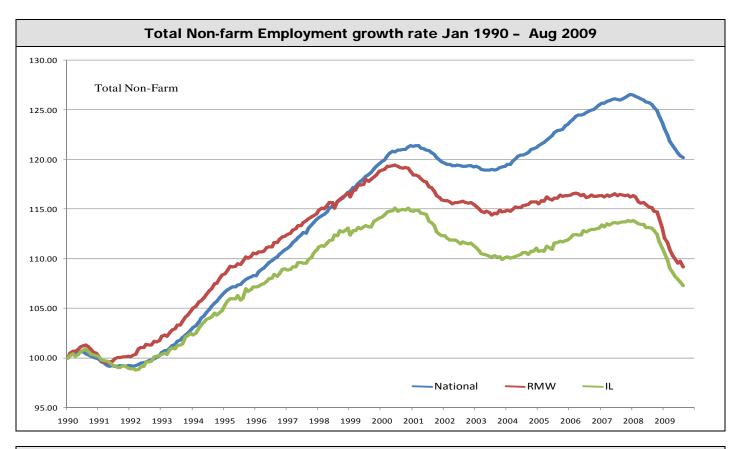
## For the September 2009 Illinois Job Index, a negative rating continues. Nation and the RMW lost jobs as well. However, the Nation has the smallest job loss rate.

The monthly Illinois Job Index and MSA Report are issued monthly as tools for elected officials, policy leaders and the public. The objective is to enhance the understanding of the Illinois economy and business climate by comparing and measuring Illinois employment growth rates against those of the Rest of the Midwest (RMW: Indiana, Iowa, Michigan, Missouri, Ohio and Wisconsin) and the Nation. Data and analysis is provided by the Illinois Economic Observatory / Regional Economics Applications Laboratory, University of Illinois.

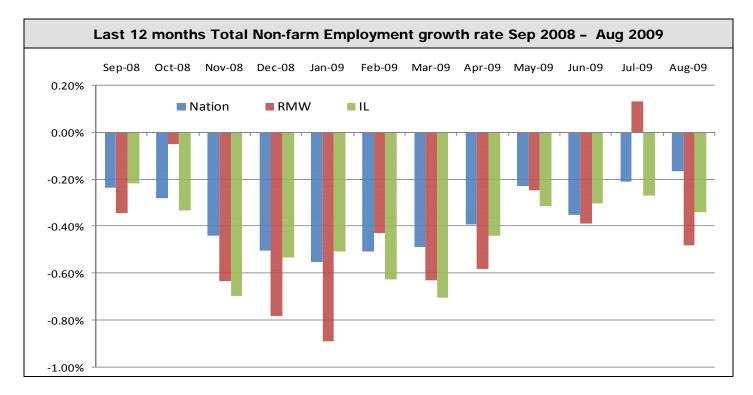
		July 2009-Aug 2009		Last 12 months		Aug 2009
Sep	Total non-farm employment	Growth Rate %	Number of Jobs	Growth Rate%	Number of Jobs	Shadow U.R. *
2009	Nation	-0.16	-216,000	-4.25	-5,830,000	11.2%
Negative	RMW	-0.48	-90,000	-5.19	-1,021,000	14.3%
_	Illinois	-0.34	-19,200	-5.14	-306,100	12.6%

\*REAL has estimated a *shadow unemployment rate*; this is calculated as the unemployment rate that would be observed if labor force participation rates matched the average for the 15-year period from 1990 to 2004.

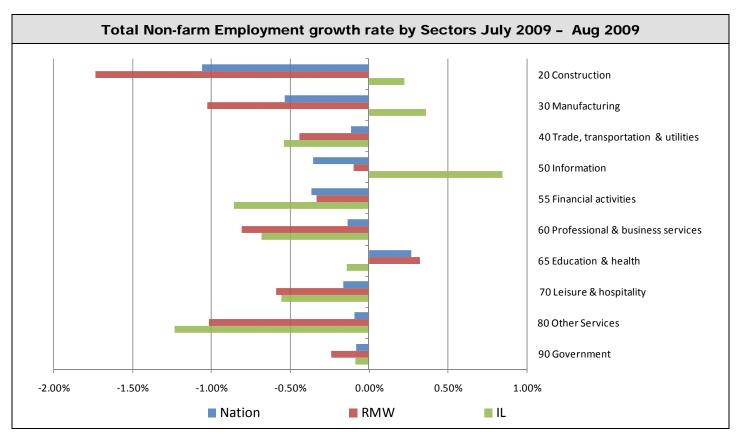
	Talking Points
Illinois Notes	<ul> <li>Illinois lost 19,200 jobs at a rate of -0.34% in August 2009, compared to a revised 15,200 job loss in July.</li> <li>In August 2009, the Nation shed 216,000 jobs at a rate of -0.16%. This is much better than the average 519,000 jobs loss per month for the first seven months in 2009.</li> <li>RMW lost 90,000 jobs in August after a revised 24,900 job gain in July.</li> <li>Since the beginning of the recession in Dec 2007, Illinois has posted negative job changes 20 times, and the state has lost 342,800 jobs in this recession.</li> <li>Through 2008, Illinois lost -11,808 jobs at a rate of -0.20% on average per month. However, the average monthly loss for the first eight months of 2009 was -25,100 jobs at a rate of -0.44%.</li> <li>Over the last 12 months, Illinois shed 306,100 jobs at a rate -5.14%.</li> <li>Through July 2009, the cumulative job growth for Illinois, RMW and the Nation compared to January 1990 stood at 7.27%, 9.20%, and 20.22%, respectively.</li> <li>The shadow unemployment rates for the Illinois, RMW and the Nation were 12.6%, 14.3% and 11.2%, compared to official unemployment rates of 10.0%, 10.9% and 9.7%.</li> </ul>
Nation Notes	<ul> <li>The nation lost 216,000 jobs in August, the fewest monthly job losses since Sep 2008. The job loss in August was close to economists' forecast of 230,000.</li> <li>Since the last employment peak in December 2007, the nation has lost 6,929,000 jobs. However, for RMW and Illinois, they have not yet recovered from their respective peaks in 2000.</li> <li>Since January 2008, the nation has posted monthly negative growth for nineteen months with average monthly growth rate -0.26%; the average growth rate for 2007 was 0.07%.</li> </ul>



Total Non-farm Employment and Employment Index								
	Aug 2009 Number of Jobs	Current Index to Jan 1990	Previous Peak Index to Jan 1990	Changes in Jobs since Jan 1990	Changes in Jobs since Pervious Peak			
Nation	131,223,000	120.22	126.57 (Dec-2007)	22,072,000	-6,929,000			
RMW	18,654,200	109.20	119.44 (Jun-2000)	1,571,200	-1,752,400			
Illinois	5,648,400	107.27	115.08 (Nov-2000)	382,800	-411,000			



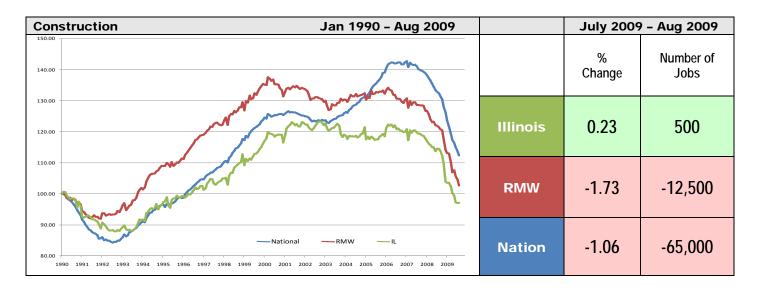
## By employment sector:



	<ul> <li>Illinois posted a job decline of -0.34% in August 2009. Seven out of ten sectors recorded net losses. Compared to July 2009, relative performance gains were recorded for Information (-1.48% to 0.85%), Manufacturing (-0.43% to 0.36%), and Construction (-0.32% to 0.23%), whereas Leisure and hospitality (0.79% to -0.55%), Other Services (-0.35% to -1.23%), and Professional and business services (0.00% to -0.68%) faced major losses in performance.</li> <li>In August, only Education and Health added jobs:         <ul> <li>Education and Health Services: 52,000 (0.27%)</li> </ul> </li> <li>Major losses at the national level in Aug were:         <ul> <li>Construction: -65,000 (-1.06%)</li> <li>Manufacturing: -63,000 (-0.53%)</li> </ul> </li> </ul>
Sector	<ul> <li>Trade transportation &amp; utilities: -28,000 (-0.11%)</li> <li>For Illinois, major sectors posted job gains in August</li> </ul>
notes	<ul> <li>For fillinois, filipoi sectors posted job gains in Adgust <ul> <li>Manufacturing: 2,100 (0.36%)</li> <li>Information: 900 (0.85%)</li> <li>Construction: 500 (0.23%)</li> </ul> </li> <li>Following are the major sectors that lost jobs in August for Illinois: <ul> <li>Trade transportation&amp; utilities: -6,200 (-0.54%)</li> <li>Professional and business services: -5,400 (-0.68%)</li> <li>Financial activities: -3,200 (-0.86%)</li> <li>Other services: -3,200 (-1.23%)</li> </ul> </li> <li>For Illinois, four sectors have employment below 1990 levels. They are Construction with 6,500 jobs less, Manufacturing with 345,800 jobs less, Information with 23,400 jobs less, and Financial activities with 1,800 jobs less, than their 1990 employment levels, respectively.</li> </ul>

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Total Non-farm Employm	Total Non-farm Employment growth rate by sector Jan 1990 - Aug 2009							
		Illin	RMW	Nation				
		vs. Number of				Rate		
	vs. RMW	Nation	Jobs	Rate %	%	%		
Construction	-	-	-6,500	-2.86	2.69	12.38		
Manufacturing	-	-	-345,800	-37.44	-34.31	-33.87		
Trade, transportation & utilities (TTU)	-	-	500	0.04	3.29	10.63		
Information	-	-	-23,400	-17.92	-11.16	5.66		
Financial activities	-	-	-1,800	-0.48	13.48	16.97		
Professional & business services	-	-	220,000	38.54	43.54	54.02		
Education & health	-	-	268,200	50.69	59.89	79.90		
Leisure & hospitality	+	-	134,000	34.72	27.63	41.61		
Other Services	+	-	50,900	24.78	17.59	28.31		
Government	-	-	94,800	12.57	14.54	23.89		



Manufacturing	Jan 1990 – Aug 2009		July 2009	9 – Aug 2009
110.00	- m		% Change	Number of Jobs
90.00		Illinois	0.36	2,100
80.00		RMW	-1.02	-24,500
Autonal	ц 6 1997 1998 1999 2000 2001 2002 2003 2004 2005 2006 2007 2008 2009	Nation	-0.53	-63,000

Trade, transportation & utilities (TTU) Jan 1990 - Aug 2009		July 2009	9 – Aug 2009
115.00		% Change	Number of Jobs
110.00	Illinois	-0.54	-6,200
	RMW	-0.44	-16,000
National RMW IL 95.00 1990 1991 1992 1993 1994 1995 1996 1997 1998 1999 2000 2001 2002 2003 2004 2005 2007 2008 2009	Nation	-0.11	-28,000

Information	Jan 1990 - Aug 2009		July 2009	9 – Aug 2009
140.00			% Change	Number of Jobs
120.00	- Long	Illinois	0.85	900
100.00	· · · ·	RMW	-0.09	-300
90.00 	-IL 002 2003 2004 2005 2006 2007 2008 2009	Nation	-0.35	-10,000

Financial activities	Jan 1990 - Aug 2009		July 2009	9 – Aug 2009
130.00			% Change	Number of Jobs
120.00		Illinois	-0.86	-3,200
110.00		RMW	-0.33	-3,400
100.00 Nat 95.00 1990 1991 1992 1993 1994 1995 1996 1997 1998 1999 2000 20	ional — RMW — IL 101 2002 2003 2004 2005 2006 2007 2008 2009	Nation	-0.36	-28,000

Professional & business services Jan 1990 - Aug 2009		July 2009	9 – Aug 2009
170.00 160.00		% Change	Number of Jobs
150.00	Illinois	-0.68	-5,400
120.00	RMW	-0.81	-16,600
100.00 90.00 1990 1991 1992 1993 1994 1995 1996 1997 1998 1999 2000 2001 2002 2003 2004 2005 2006 2007 2008 2009	Nation	-0.19	-22,000

Education & health	Jan 1990 - Aug 2009		July 2009 - Aug 2009		
190.00			% Change	Number of Jobs	
160.00		Illinois	-0.14	-1,100	
140.00 130.00 120.00		RMW	0.33	9,400	
110.00 100.00 1990 1991 1992 1993 1994 1995 1996 1997 1998 1999	National RMW IL 2000 2001 2002 2003 2004 2005 2006 2007 2008 2009	Nation	0.27	52,000	

Leisure & hospitality Jan 2	1990 - Aug 2009	July 2009 – Aug 2009		
150.00			% Change	Number of Jobs
130.00	- Martin V	Illinois	-0.55	-2,900
110.00		RMW	-0.59	-10,800
100.00 National RMW 90.00 1990 1991 1992 1993 1994 1995 1996 1997 1998 1999 2000 2001 2002 2003 2004	IL 2005 2006 2007 2008 2009	Nation	-0.16	-21,000

Other Services	Jan 1990 - Aug 2009		July 2009 - Aug 2009	
135.00	manum		% Change	Number of Jobs
125.00 120.00 115.00	man many	Illinois	-1.23	-3,200
10.00		RMW	-1.01	-8,100
95.00	lational — RMW — IL 2002 2003 2004 2005 2006 2007 2008 2009	Nation	-0.09	-5,000

Government	Jan 1990 - Aug 2009		July 2009 - Aug 2009	
130.00			% Change	Number of Jobs
120.00	Name and the	Illinois	-0.08	-700
110.00	and how we have the	RMW	-0.24	-7,100
105.00 100.00 1990 1991 1992 1993 1994 1995 1996 1997 1998 199		Nation	-0.08	-18,000

**ABOUT:** The Regional Economics Applications Laboratory (REAL) is a unit of the Institute of Government and Public Affairs of the University of Illinois. REAL undertakes impact and forecasting analyses of the Illinois and several Midwestern economies and is also engaged in similar analysis in several other countries including Brazil, Chile, Colombia, Japan. More information can be found at <u>www.real.uiuc.edu</u>.