














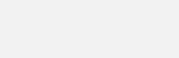


Data Insights: Jobs

Friday, March 8, 2019

Today's jobs data: what you need to know

Non-farm payrolls	Change Feb: +20	Revision Jan: +7	Revision Dec: +5	
Private payrolls	Change Feb: +25	Revision Jan: +12	Revision Dec: +18	
Employment	Change Feb: +255			
Unemployment	Change Feb: -300			
Long-term unemployment	Change Feb: -6			
Civilian labor force	Change Feb: -45	0.92 million above trend	More than all leavers unemployed	
Unemployment rate	Feb: 3.82%	Change Feb: -0.18%		
Underemployment rate	Feb: 7.3%	Change Feb: -0.8%		
Participation rate	Feb: 63.2%	Change Feb: unch		
UE adjusted for participation	Feb: 7.9%	Change Feb: -0.17%		
Average weeks unemployed	Feb: 21.7	Change Feb: +1.2		
% longterm unemployed	Feb: 20.4%	Change Feb: +1.1%		
Aggregate hours worked index	Feb: 110.6	Change Feb: -0.3%	Revision Jan: -0	
Average hourly earnings	Feb: 0.40%	Change Feb: 0.33%	Revision Jan: -0.04%	
Aggregate weekly earnings	Feb: 146.3	Change Feb: +0.1%	Revision Jan: unch	
Monthly job-finding probability	Feb: 38.2%	Change Feb: +5.1%		
Monthly separation probability	Feb: 1.7%	Change Feb: -0.1%		
% involuntary part-time	Feb: 2.7%	Change Feb: -0.5%		
"Household" vs "Payroll" jobs	Change Feb: +305			

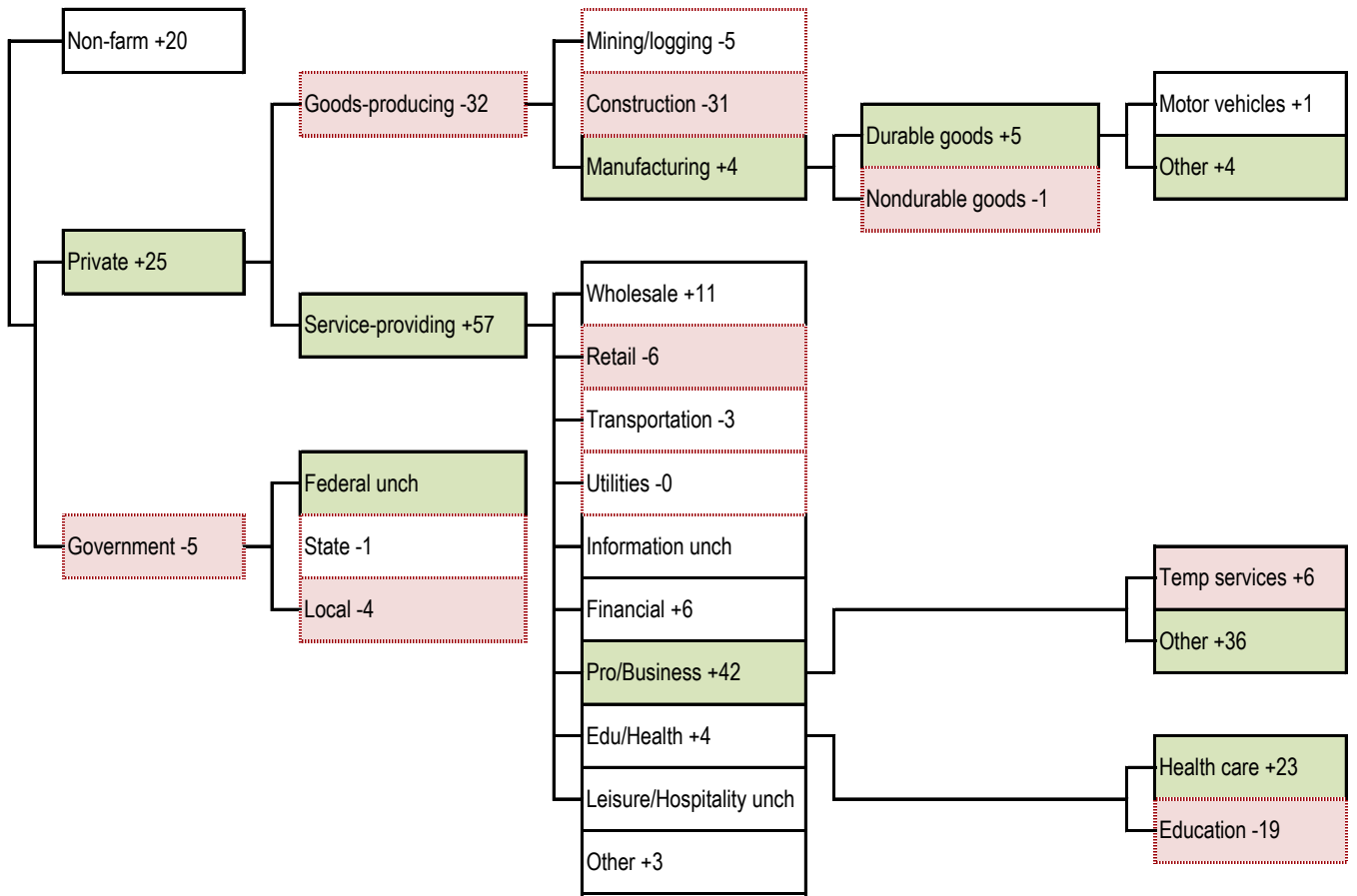
Source: Bureau of Labor Statistics, TrendMacro calculations

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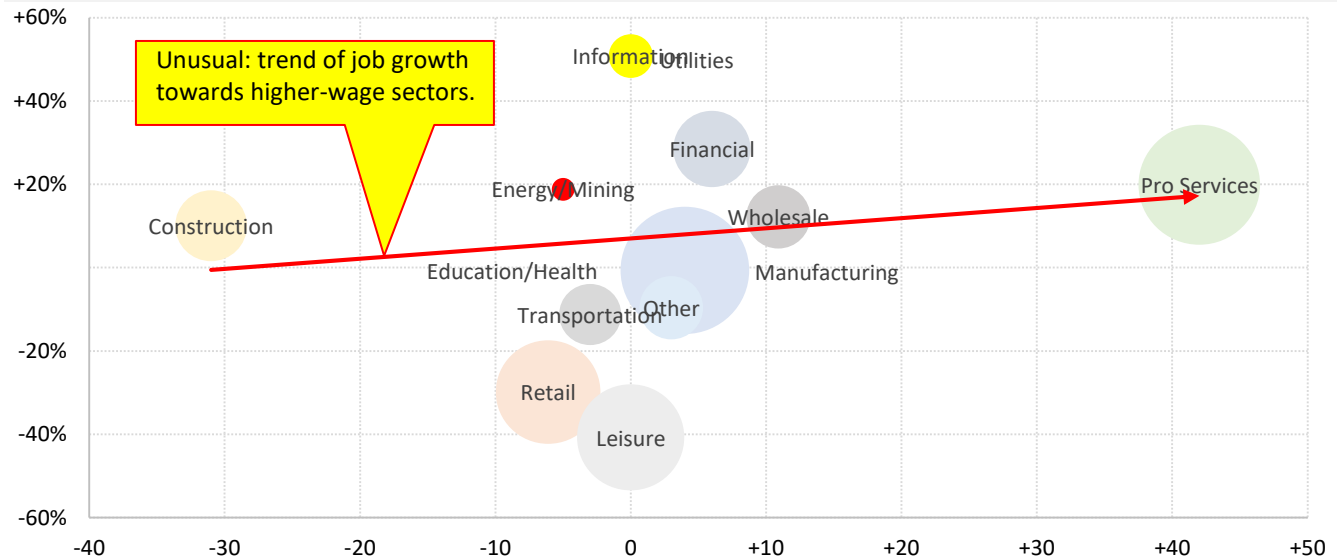
Today's payroll data: what you need to know -- where did the jobs come from?

Sequential month change, thousands SA --- Net job losses Biggest change per detail module: ■ best ■ worst



Where is the pay coming from?

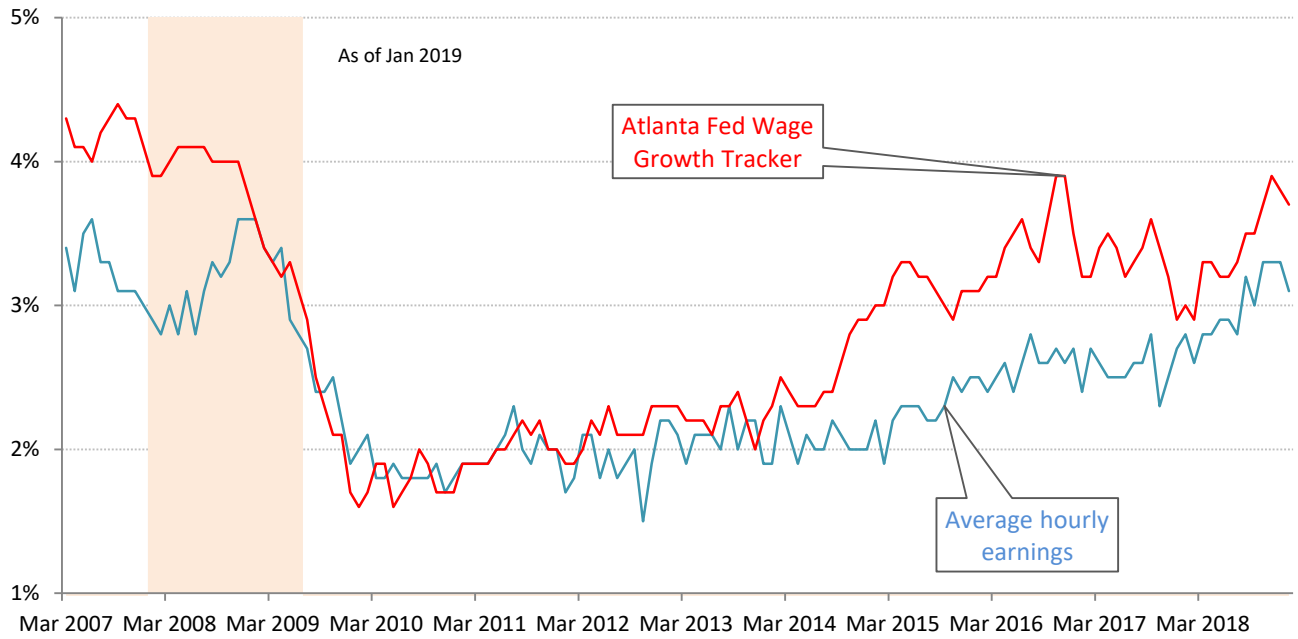
Vertical: Hourly wages vs average Horizontal: Payrolls change this month Circle size: Share of all employment



Source: BLS, TrendMacro calculations

Solving the wage-growth puzzle

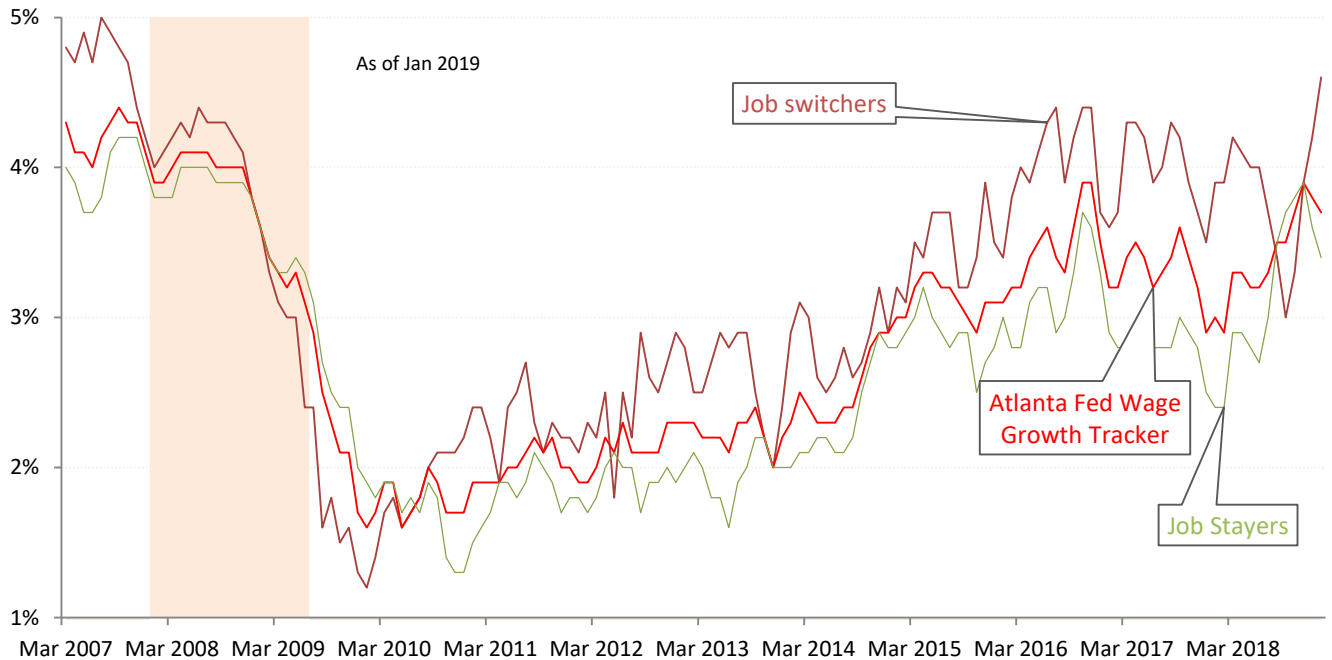
YOY average hourly earnings growth Atlanta Fed Wage Growth Index Recession



Source: BLS Current Employment Statistics, Atlanta Federal Reserve Bank, TrendMacro calculations

The wages of dynamism

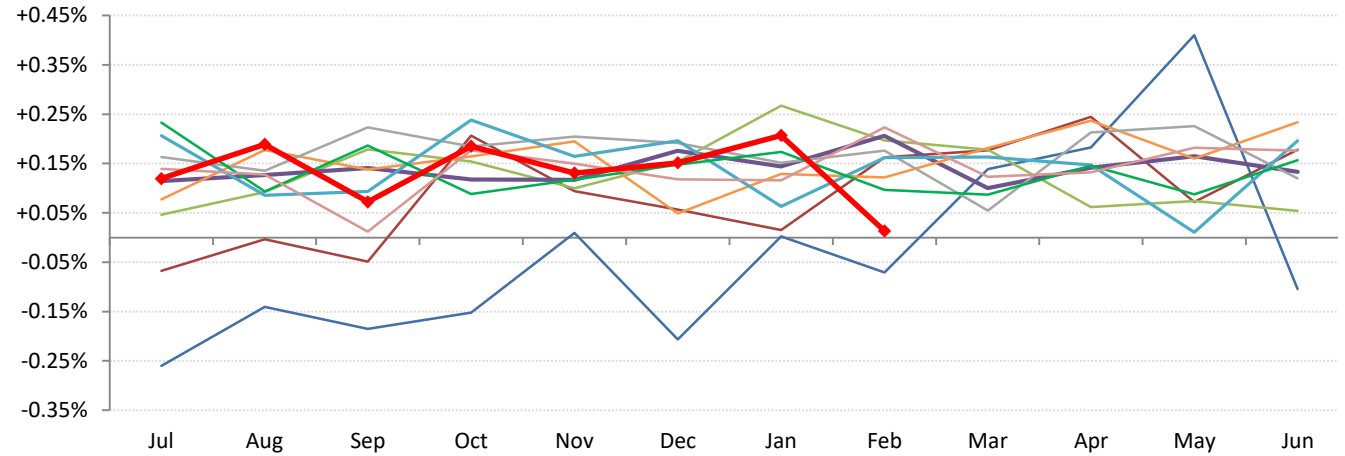
YOY wage growth for steady employees, versus those who change jobs Recession



Source: Atlanta Federal Reserve Bank, TrendMacro calculations

The payroll cycle in the Not So Great Expansion following the Great Recession

Growth MOM from July — 2009-10 — 10-11 — 11-12 — 12-13 — 13-14 — 14-15 — 15-16 — 16-17 — 17-18 — 2018-19

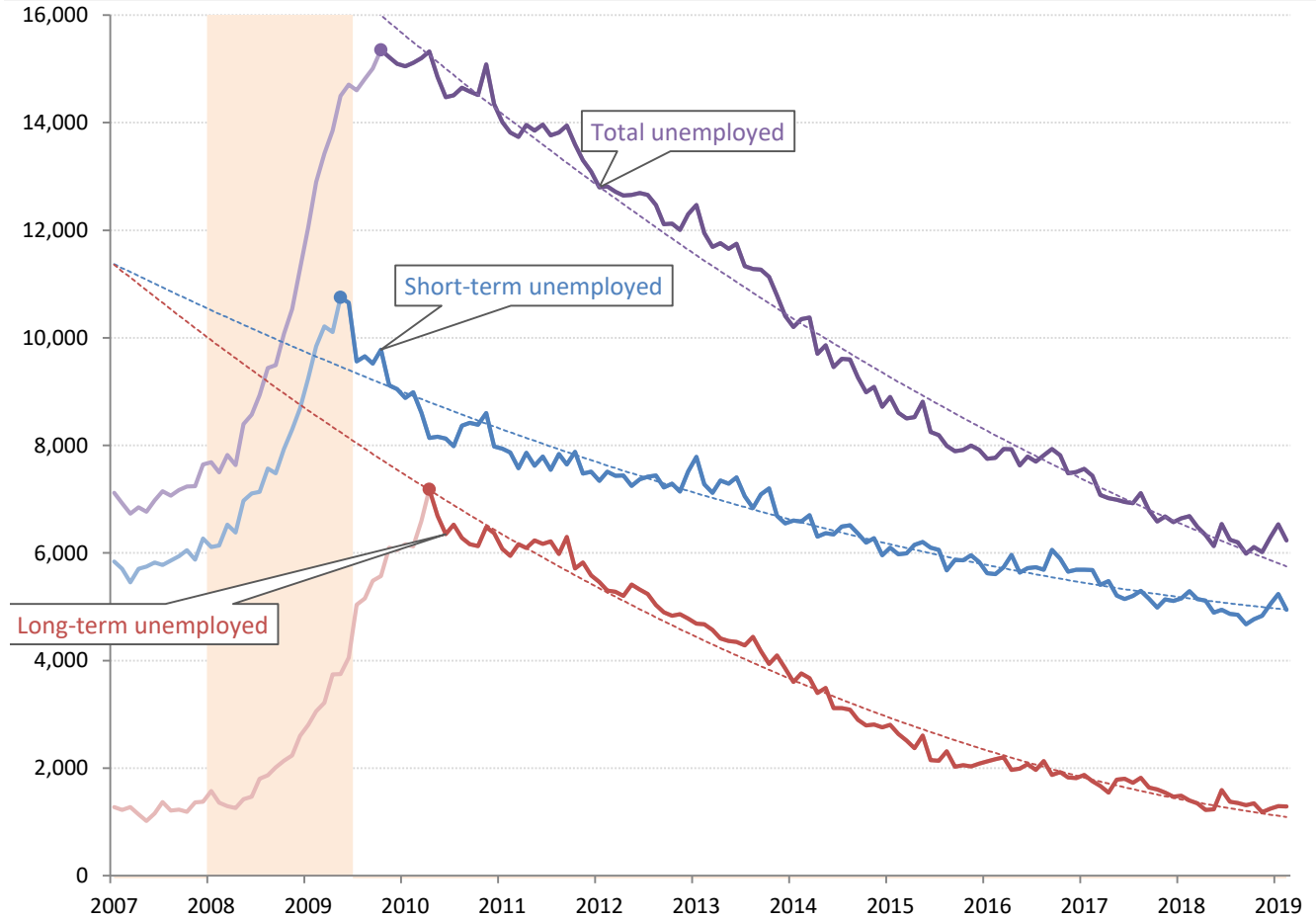


Source: BLS Current Population Survey, TrendMacro calculations

The ultimate jobless recovery is becoming jobful

Unemployment: thousands Short-term = <27 weeks Long-term = >27 weeks

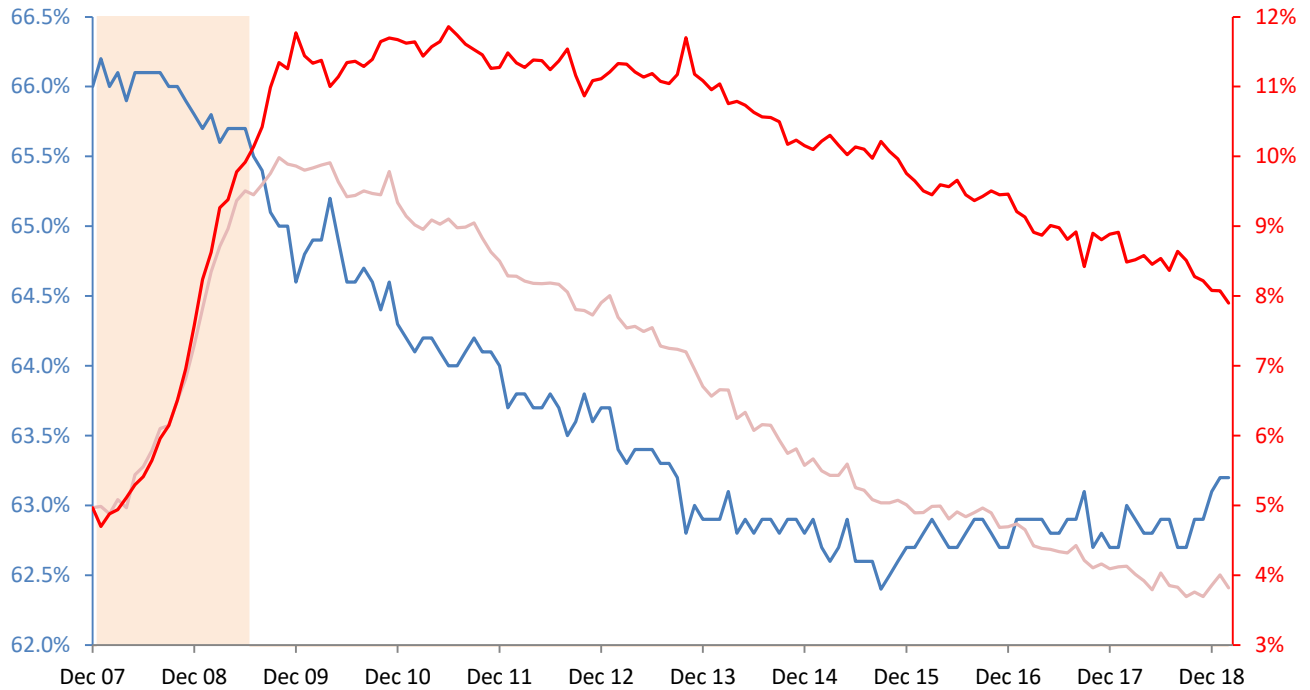
Income inflation adjusted to today's USD



Source: BLS Current Population Survey, TrendMacro calculations

Unemployment rate normalized for participation rate December 2007

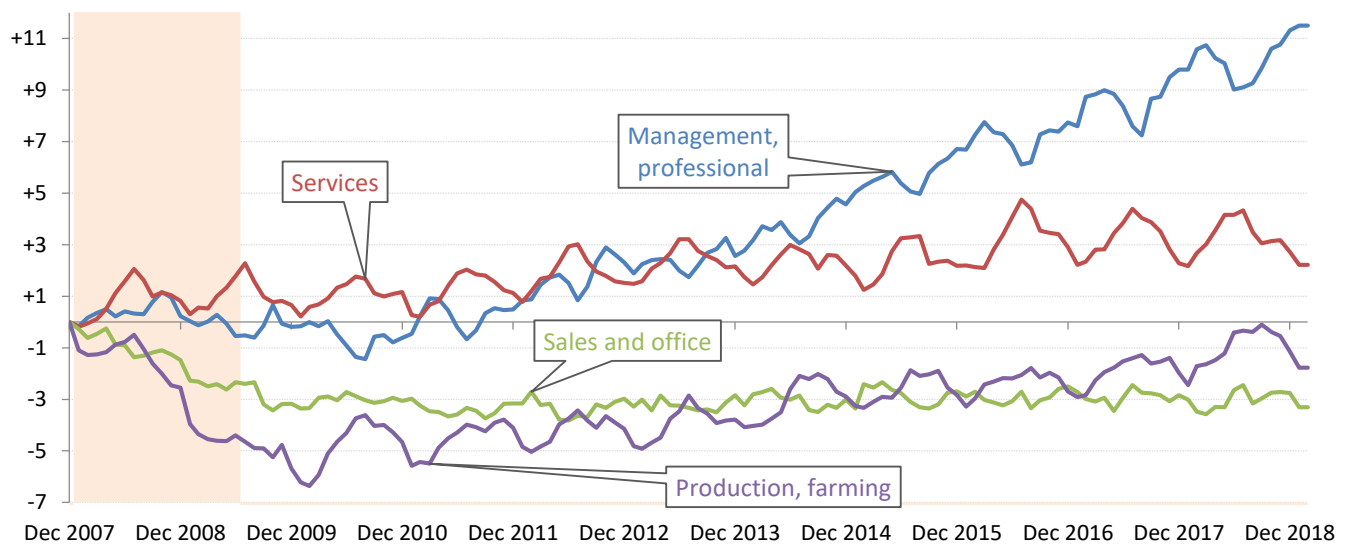
— Participation rate — Headline unemployment rate — Recession



Source: BLS Current Population Survey, TrendMacro calculations

Winner and losers in the Not So Great Expansion following the Great Recession

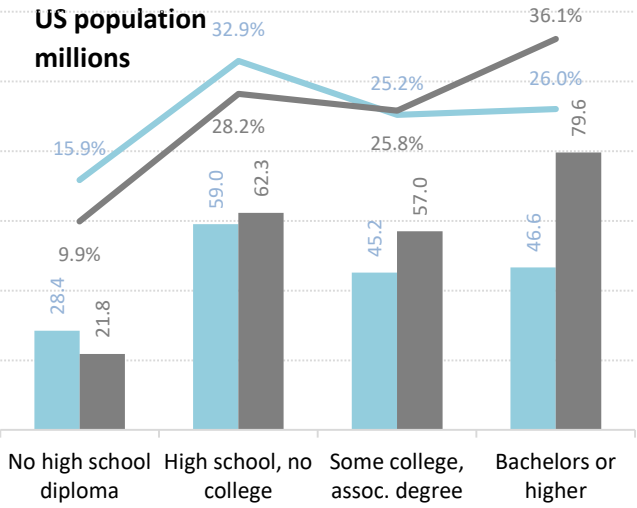
Change in total payrolls from prior business cycle peak, millions



Source: BLS, NBER, TrendMacro calculations

US labor force demographics: fading baby boom and its well-educated echo

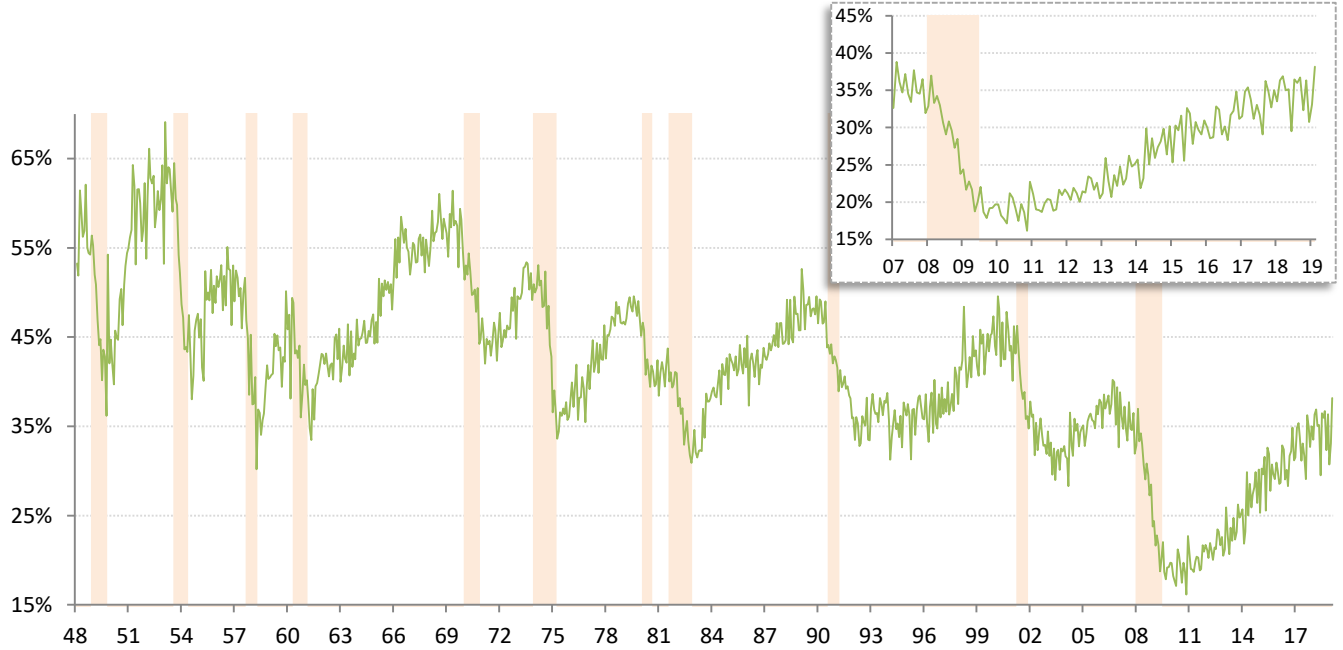
By age and education bracket: ■ Dec 2000, peak in the labor force participation rate ■ Latest □ Prime age



Source: BLS Current Population Survey, TrendMacro calculations

Monthly job-finding probability (the outflow rate from unemployment)

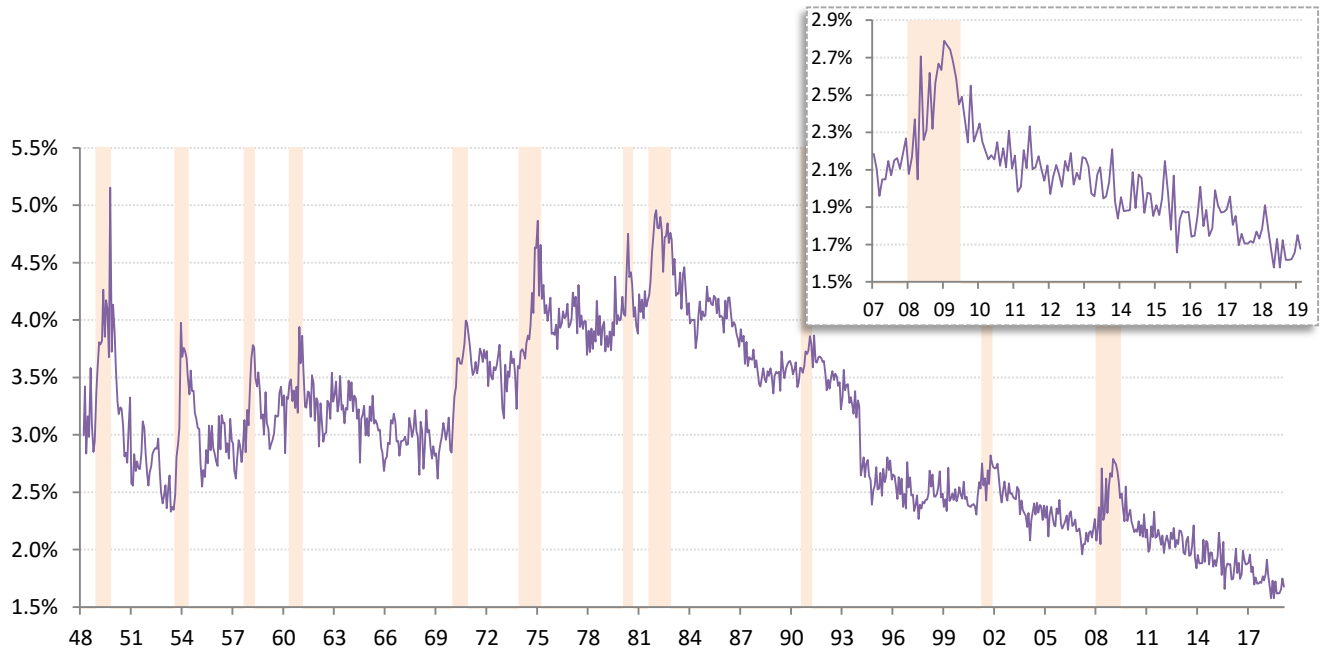
Chance of an unemployed person becoming employed in one month (per [Shimer 2005](#)) Recession



Source: BLS Current Population Survey, TrendMacro calculations

Monthly job-separation probability (the inflow rate to unemployment)

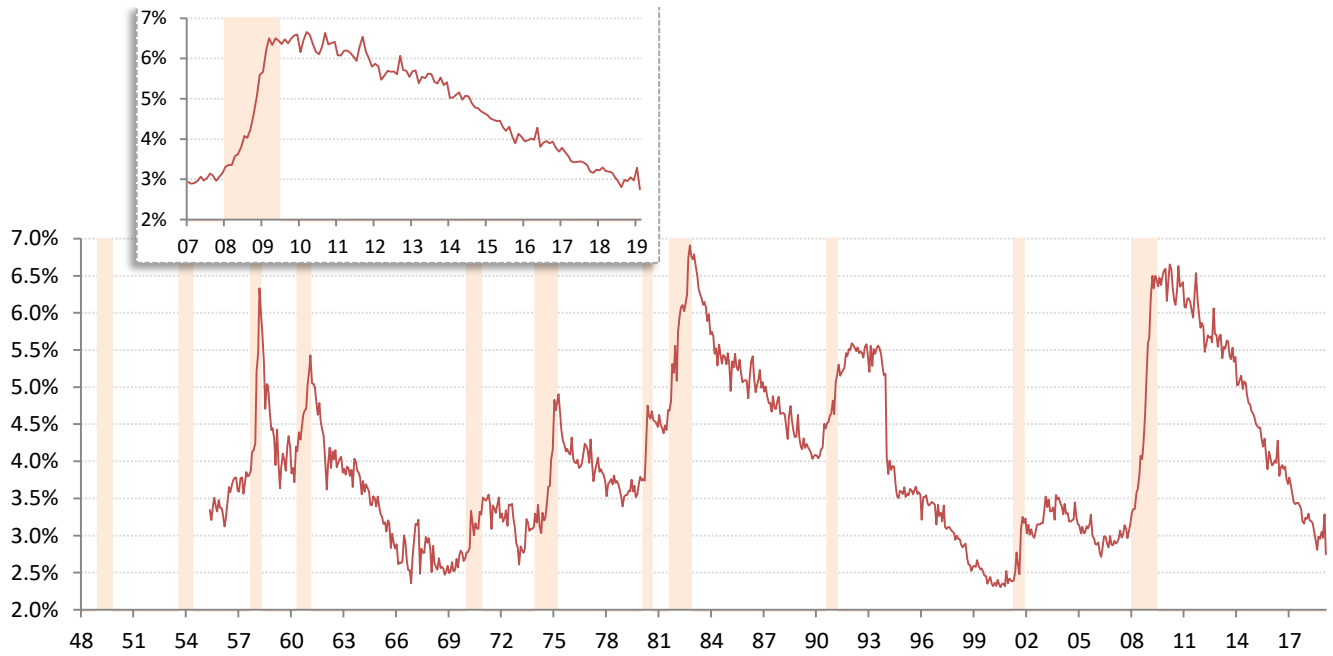
Chance of an employed person becoming unemployed in one month (per [Shimer 2005](#)) Recession



Source: BLS Current Population Survey, TrendMacro calculations

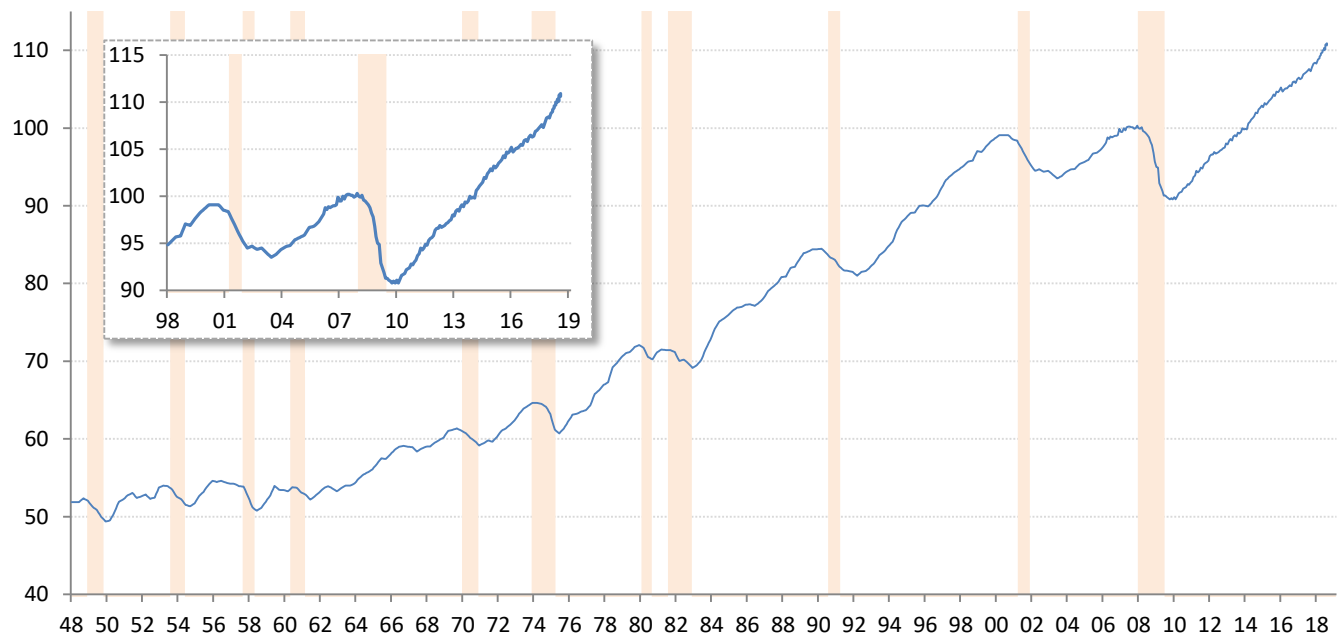
Involuntary part-time workers as percentage of the employed labor force

Persons available for full-time work ■ Recession



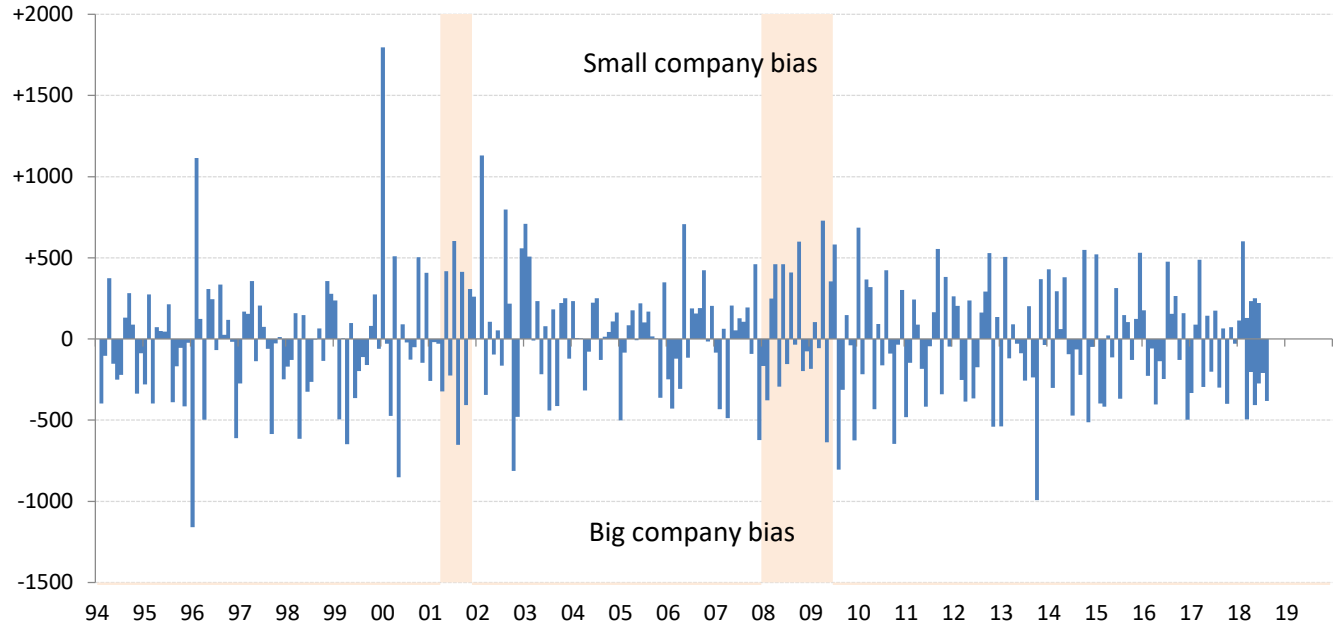
Source: BLS Current Population Survey, TrendMacro calculations

Aggregate weekly private hours-worked index ■ Recession



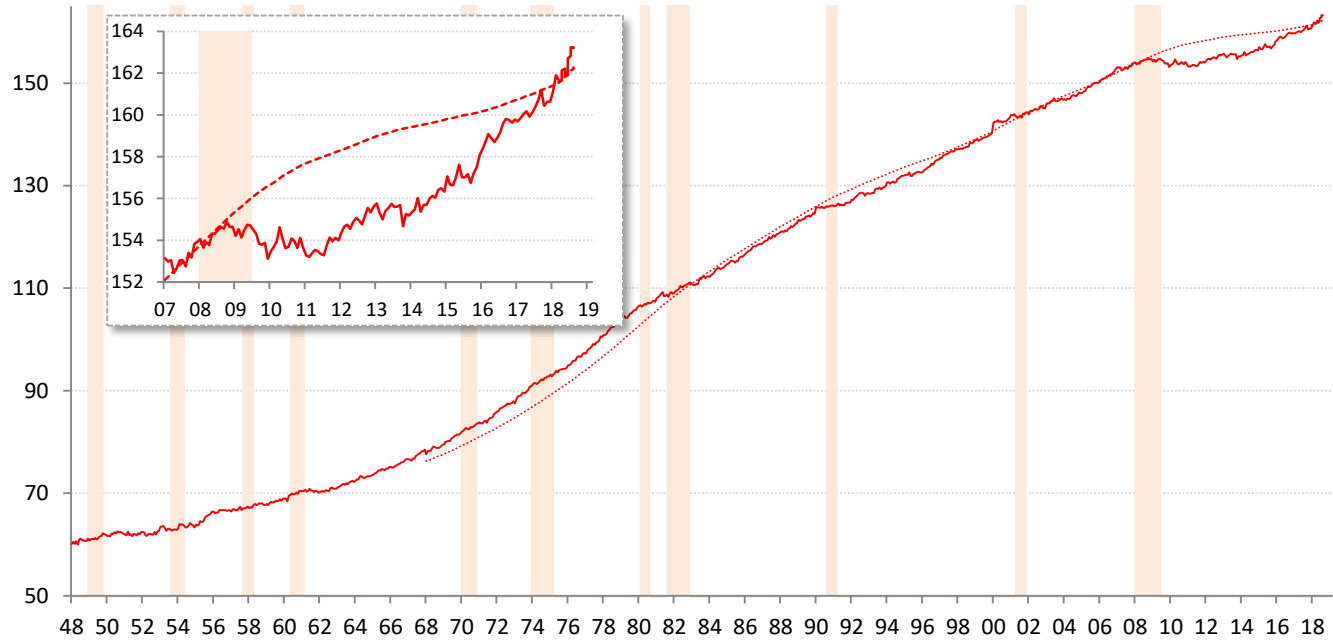
Source: BLS Productivity and Costs (quarterly) and Current Employment Stats (recent monthly), TrendMacro calcs

Difference in employment change: "household" minus "payroll" surveys ■ Recession



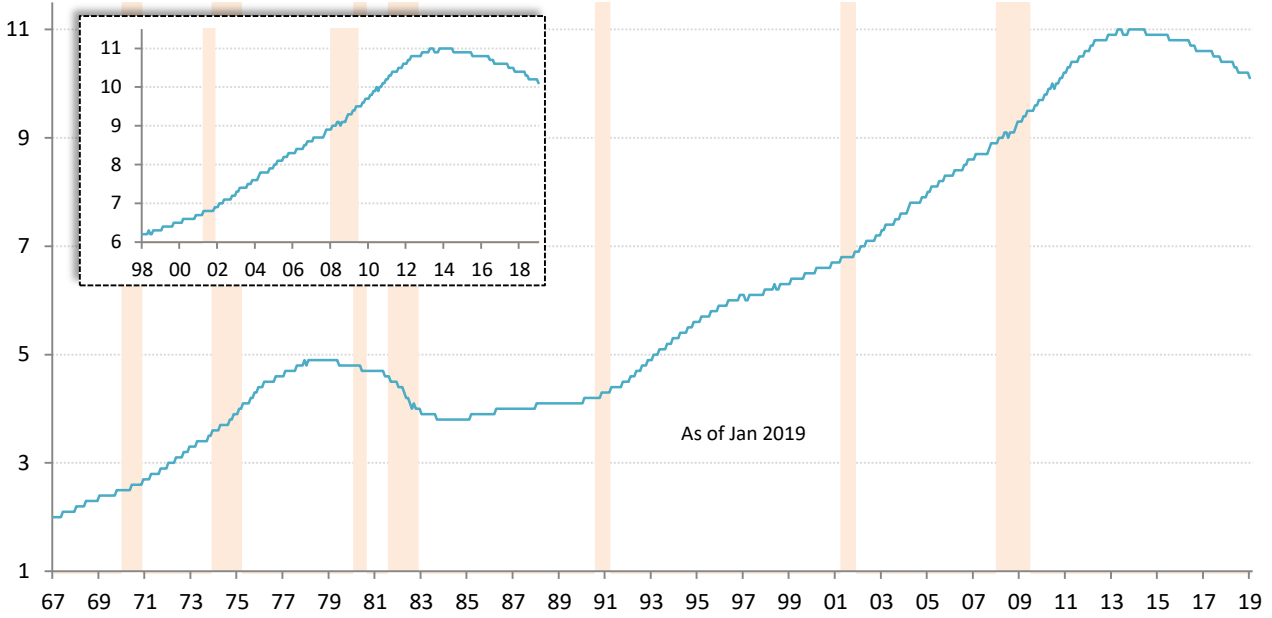
Source: BLS Current Population Survey and Current Employment Statistics, TrendMacro calculations

Civilian labor force versus 20-year trend, millions ■ Recession



Source: BLS Current Population Survey, TrendMacro calculations

Can the disabled come back to the labor force? Social Security disability recipients, millions



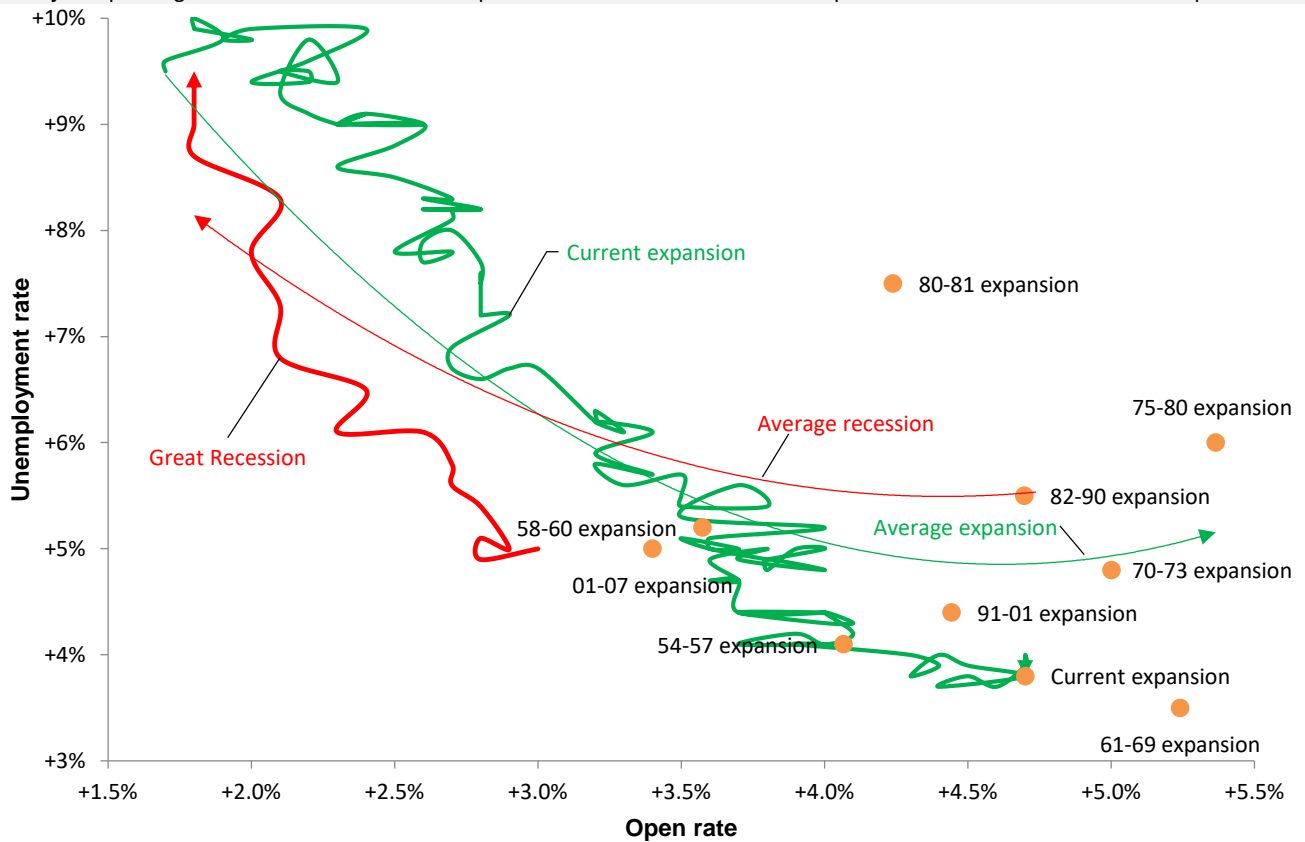
Running out of workers? The Beveridge Curve

and job openings

Cycle relationship between unemployment and job openings

— Expansion — Recession

● Expansion extreme, from 1954 to present



Source: BLS Current Population Survey & JOLTS. Pre-2000:Conference Board normalized per [Valletta \(2005\)](#), TrendMacro calculations