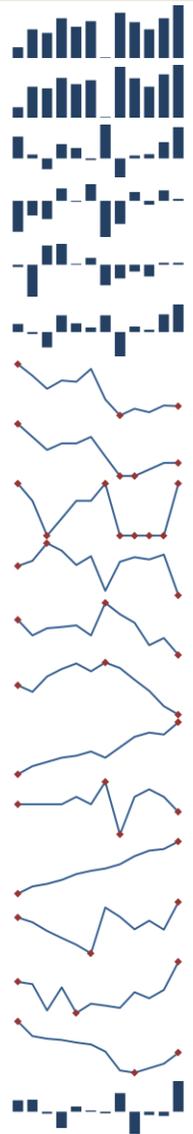


Data Insights: Jobs

Friday, March 9, 2018

Today's jobs data: what you need to know

Non-farm payrolls	Change Feb: +313	Revision Jan: +39	Revision Dec: +15	
Private payrolls	Change Feb: +287	Revision Jan: +42	Revision Dec: +8	
Employment	Change Feb: +785			
Unemployment	Change Feb: +22			
Long-term unemployment	Change Feb: -122			
Civilian labor force	Change Feb: +806	0.46 million above trend	2.7% of entrants unemployed	
Unemployment rate	Feb: 4.14%	Change Feb: -0.01%		
Underemployment rate	Feb: 8.2%	Change Feb: unch		
Participation rate	Feb: 63.0%	Change Feb: +0.3%		
UE adjusted for participation	Feb: 8.5%	Change Feb: -0.44%		
Average weeks unemployed	Feb: 22.9	Change Feb: -1.2		
% longterm unemployed	Feb: 20.7%	Change Feb: -0.8%		
Aggregate hours worked index	Feb: 109.0	Change Feb: +0.6%	Revision Jan: +0	
Average hourly earnings	Feb: +0.1%	Change Feb: -0.2%	Revision Jan: unch	
Aggregate weekly earnings	Feb: 139.3	Change Feb: +0.7%	Revision Jan: +0.3	
Monthly job-finding probability	Feb: 37.2%	Change Feb: +4.2%		
Monthly separation probability	Feb: 1.9%	Change Feb: +0.2%		
% involuntary part-time	Feb: 3.3%	Change Feb: +0.1%		
"Household" vs "Payroll" jobs	Change Feb: +966			

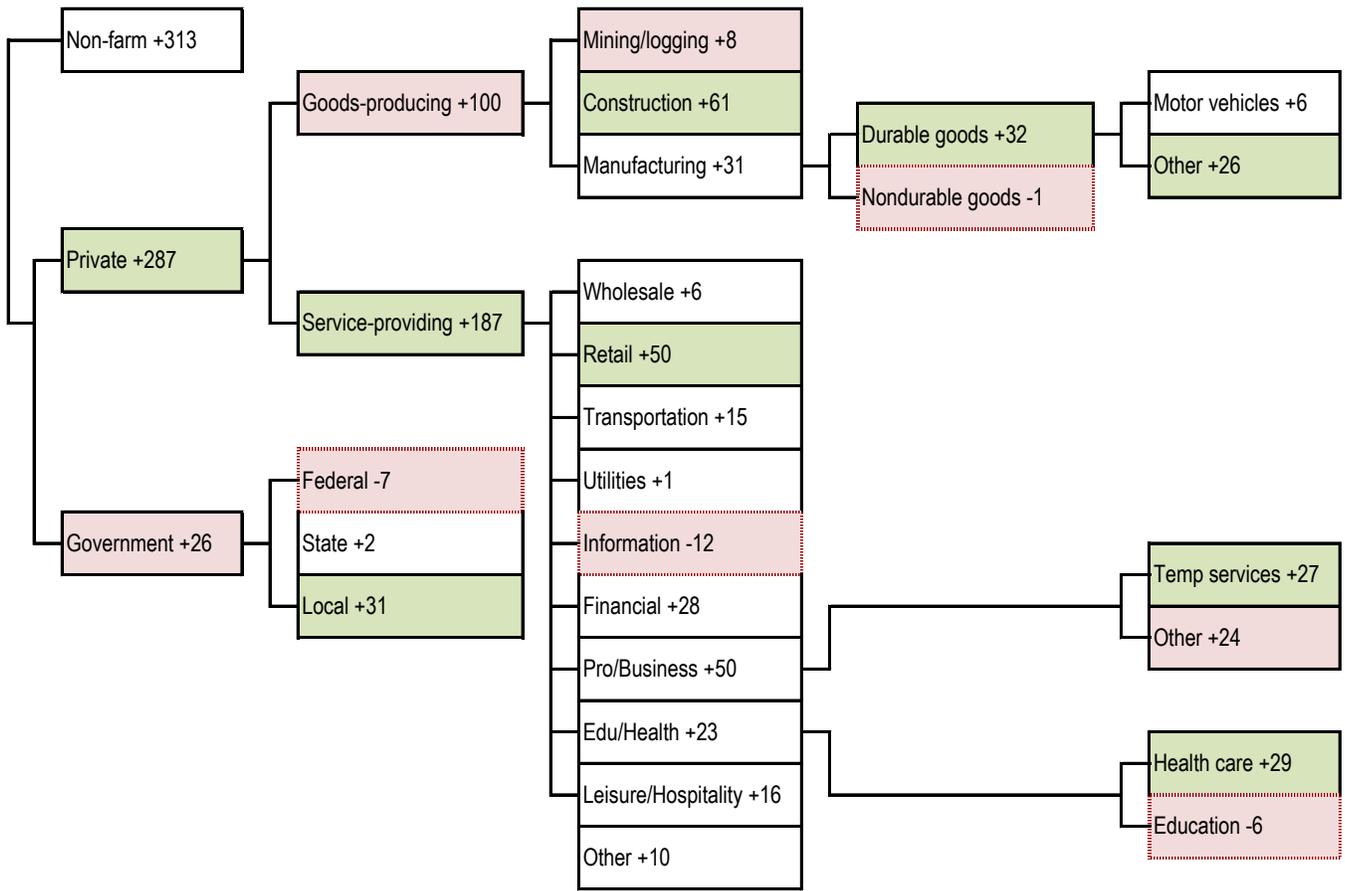
Source: Bureau of Labor Statistics, TrendMacro calculations

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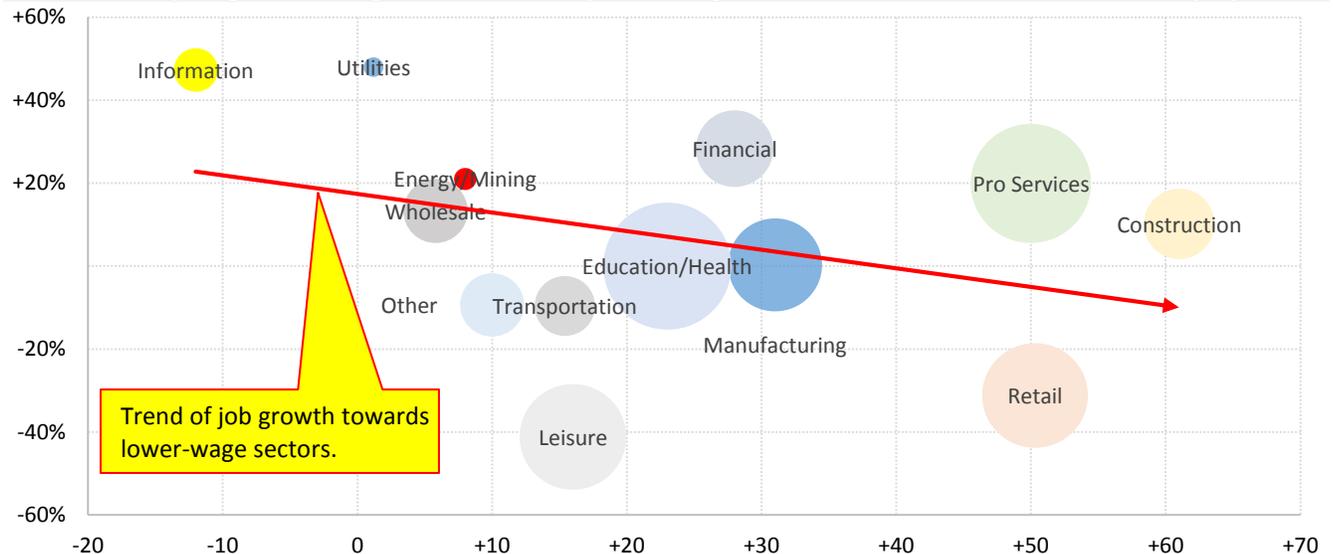
Today's payroll data: what you need to know -- where did the jobs come from?

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



Where is the pay coming from?

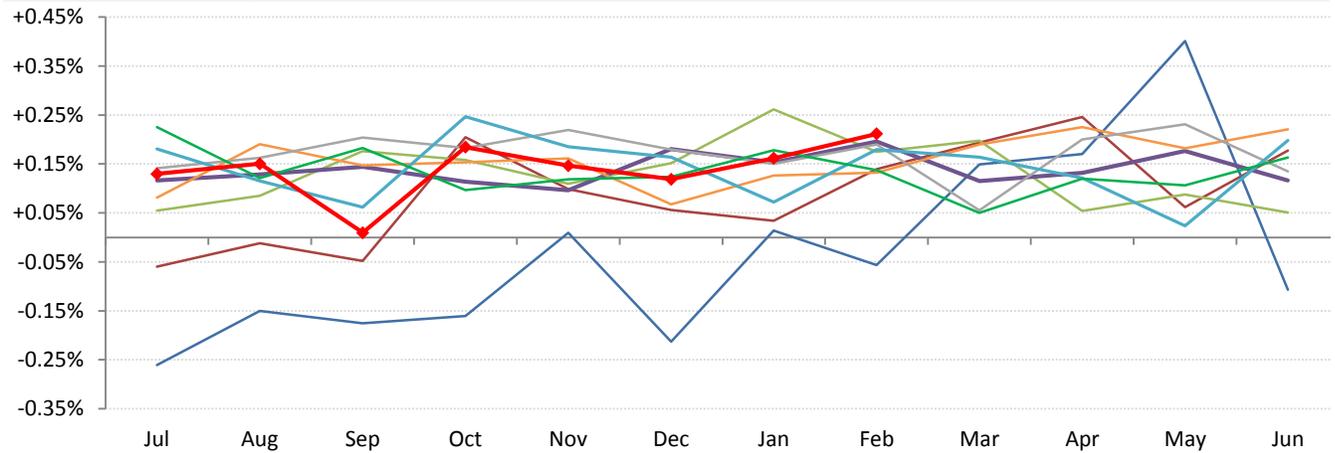
Vertical: Hourly wages vs average Horizontal: Payrolls change this month Circle size: Share of all employment



Source: BLS, TrendMacro calculations

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 — 2015-16 — 2015-16 — 2017-18

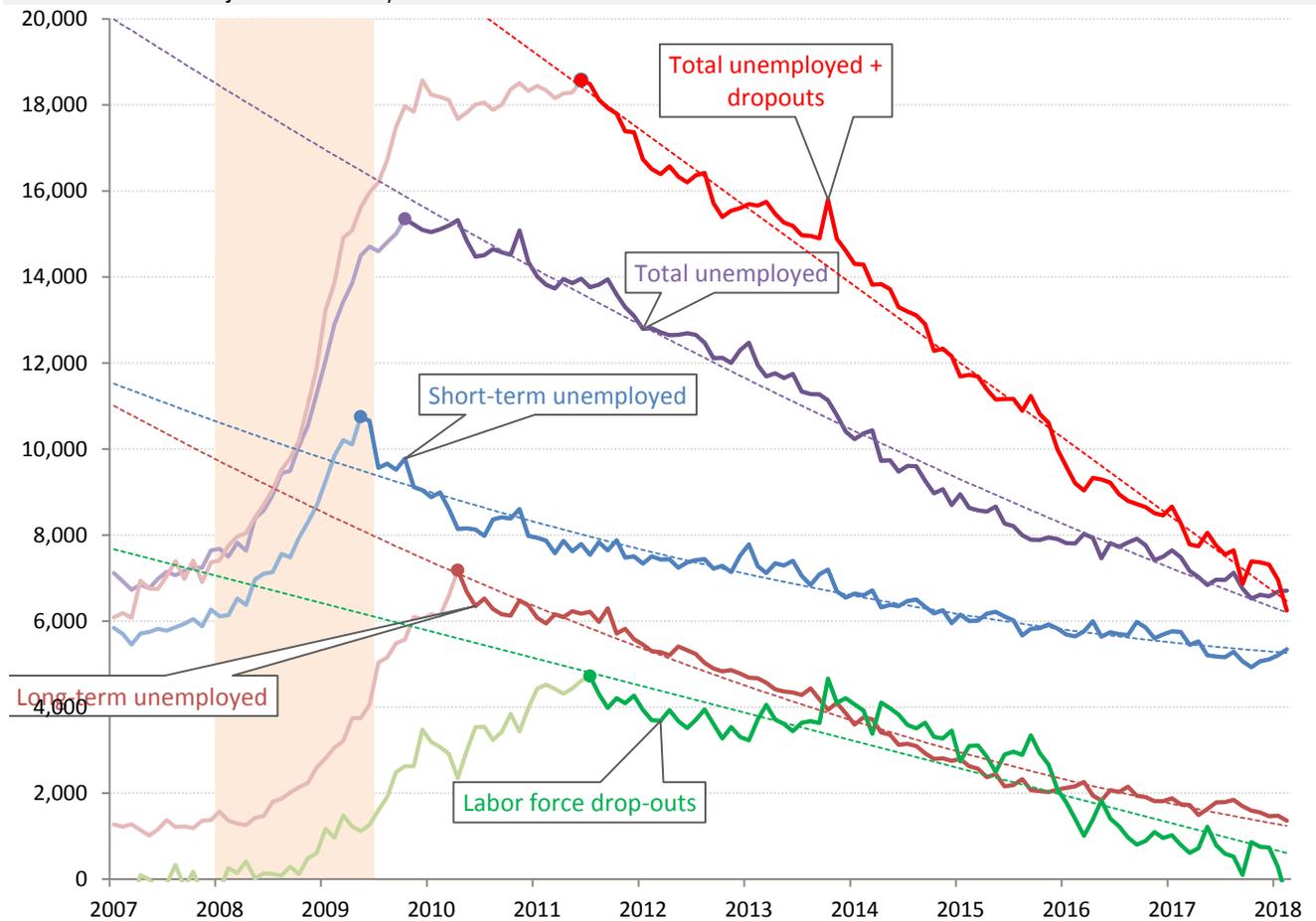


Source: BLS Current Population Survey, TrendMacro calculations

The ultimate jobless recovery is becoming jobful

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

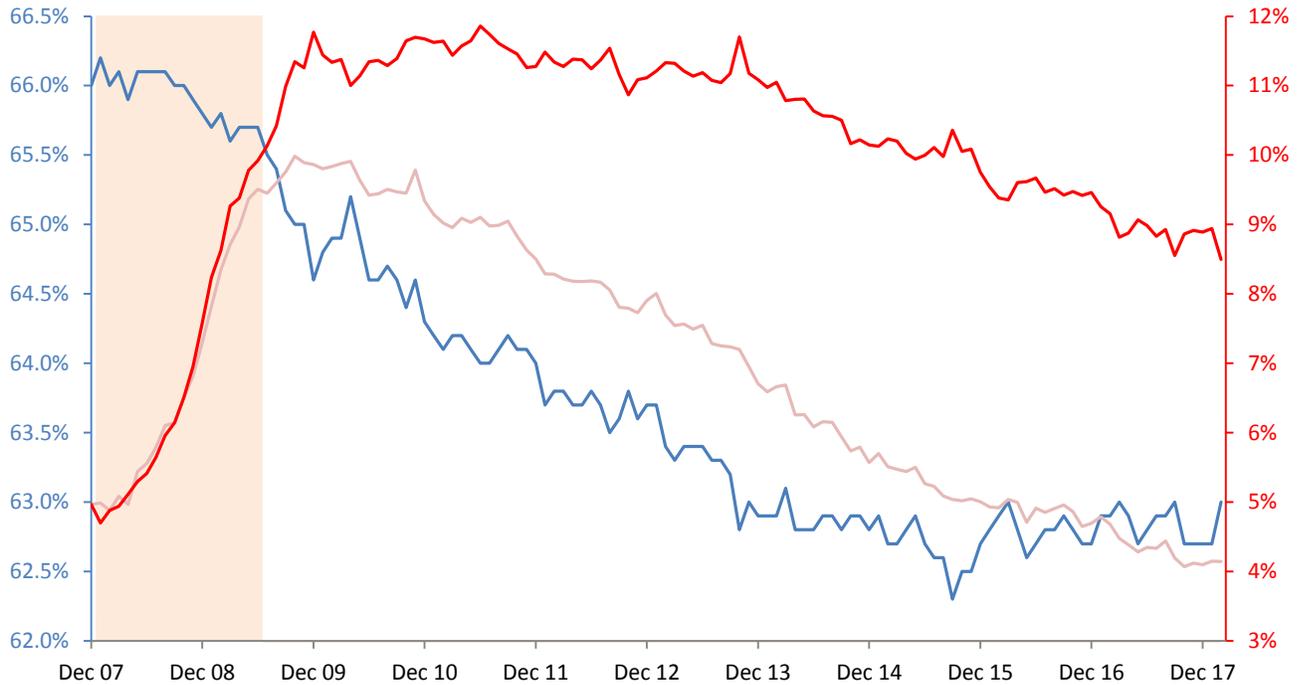
Income inflation adjusted to today's USD



Source: BLS Current Population Survey, TrendMacro calculations

Unemployment rate normalized for participation rate December 2007

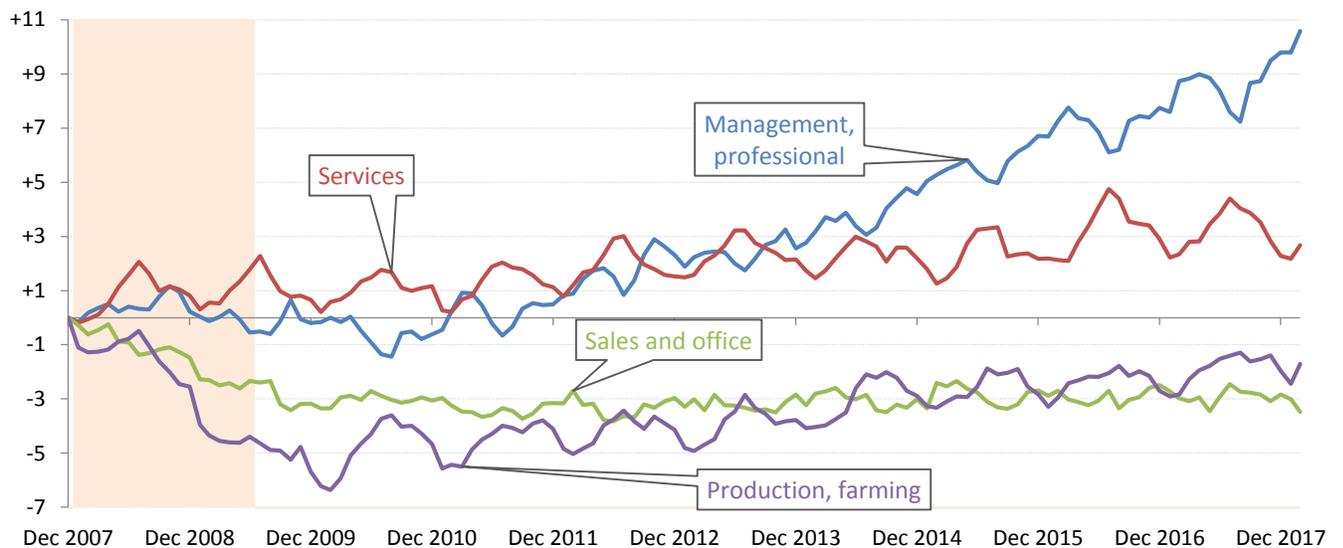
— Participation rate — Headline unemployment rate — Recession



Source: BLS Current Population Survey, TrendMacro calculations

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

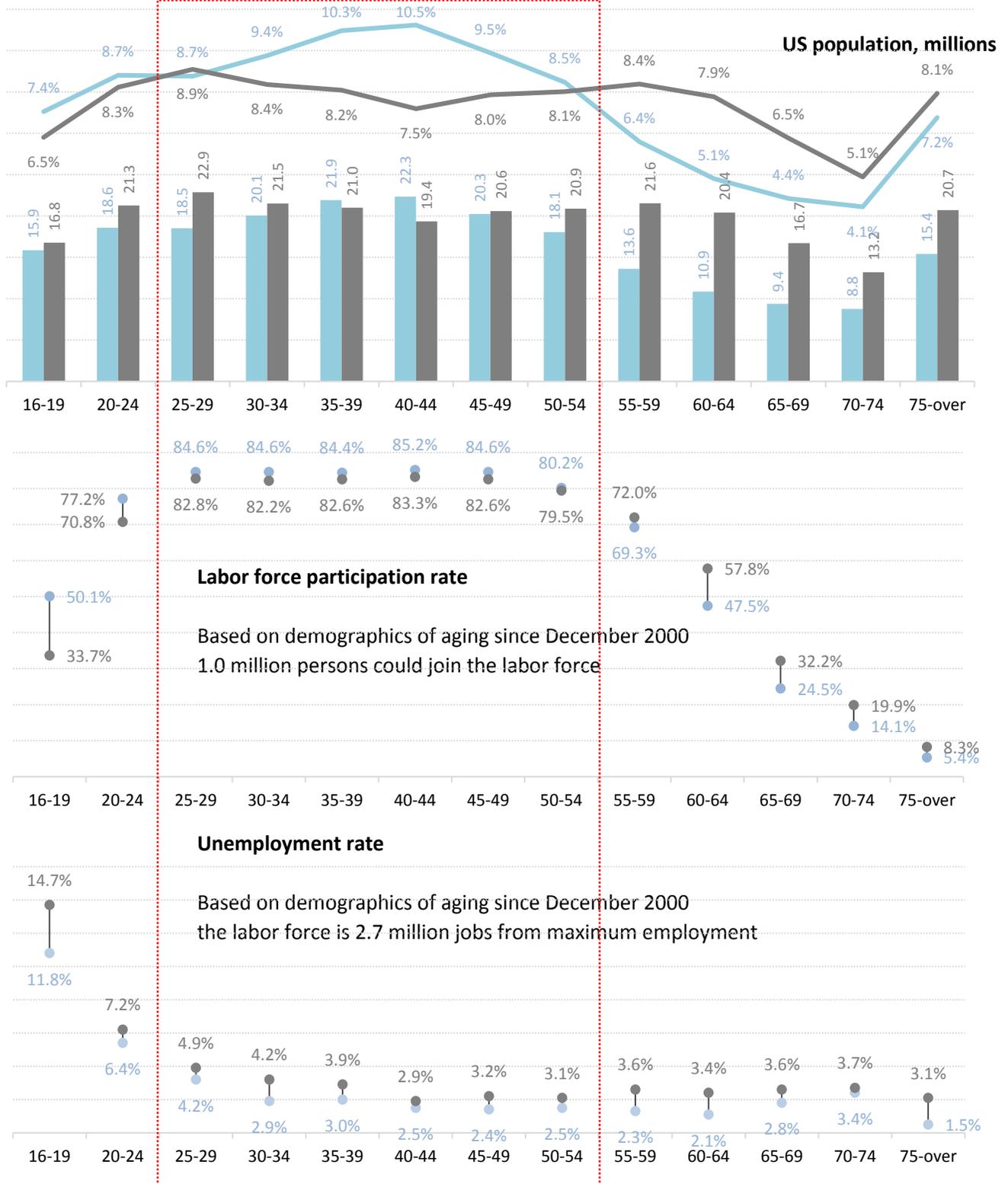
Change in total payrolls from prior business cycle peak, millions



Source: BLS, NBER, TrendMacro calculations

US labor force demographics: fading baby boom and its rising echo

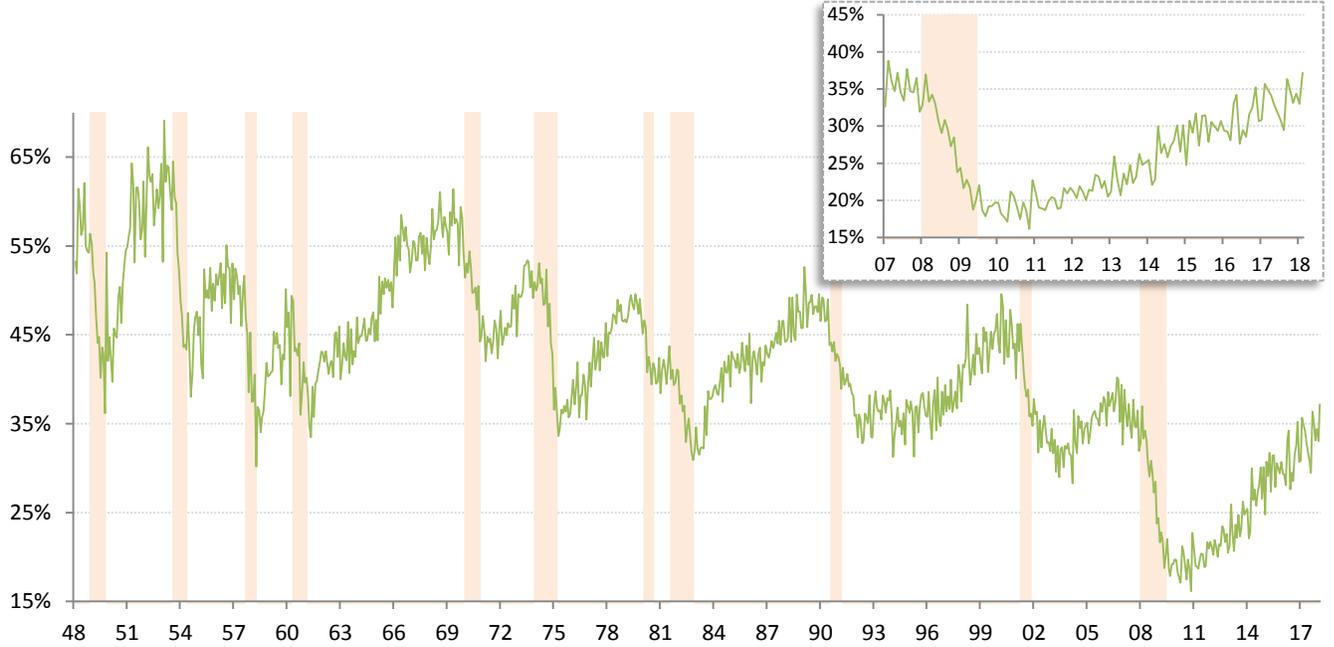
By age bracket: ■ December 2000, peak in the labor force participation rate ■ Latest □ Prime working age



Source: BLS Current Population Survey, TrendMacro calculations

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

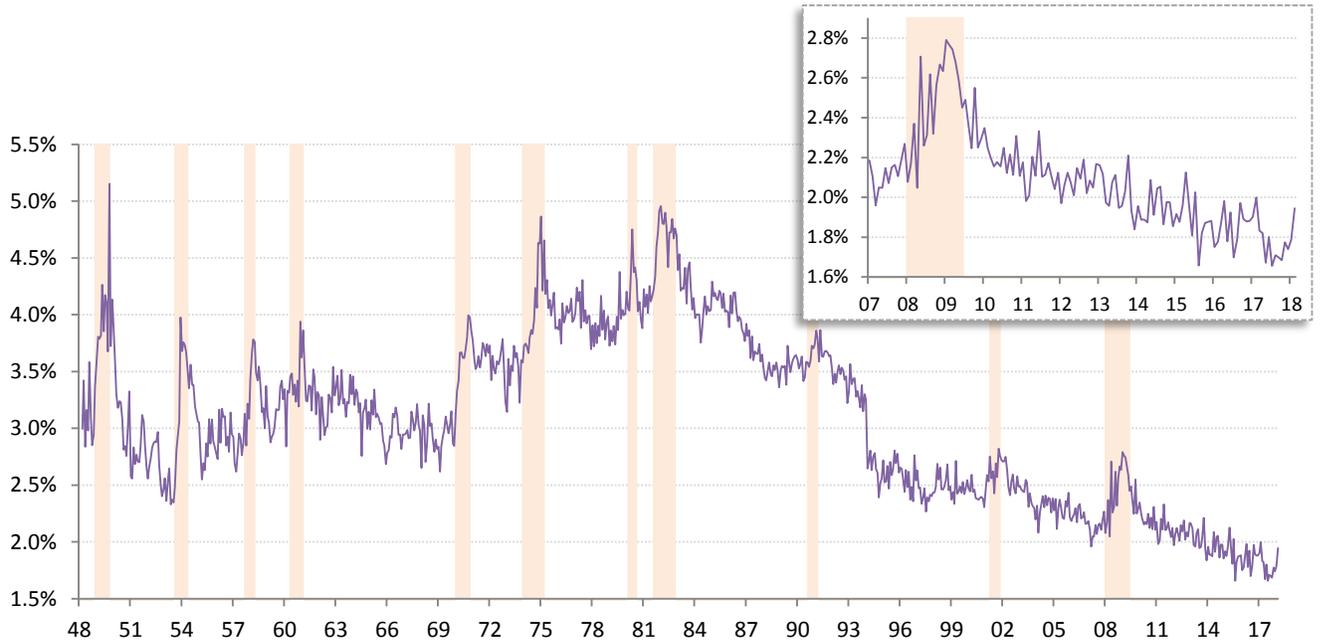
Chance of an unemployed person becoming employed in one month (per [Shimer 2005](#)) Recession



Source: BLS Current Population Survey, TrendMacro calculations

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

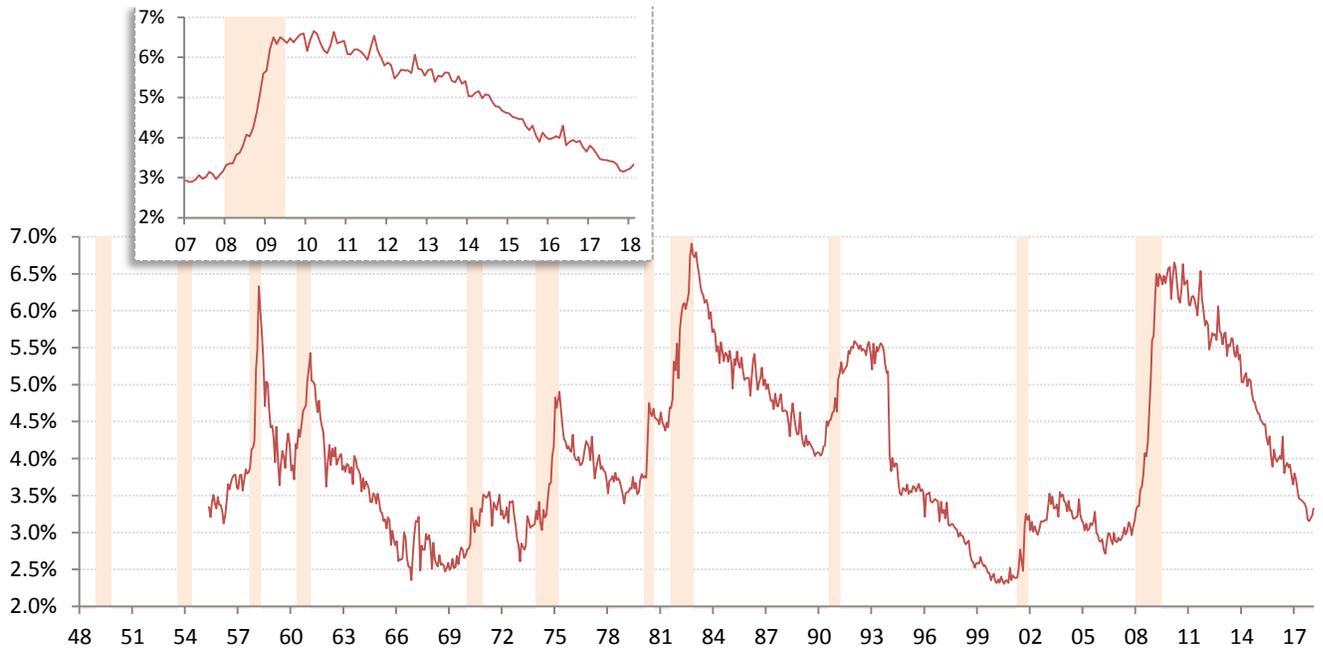
Chance of an employed person becoming unemployed in one month (per [Shimer 2005](#)) Recession



Source: BLS Current Population Survey, TrendMacro calculations

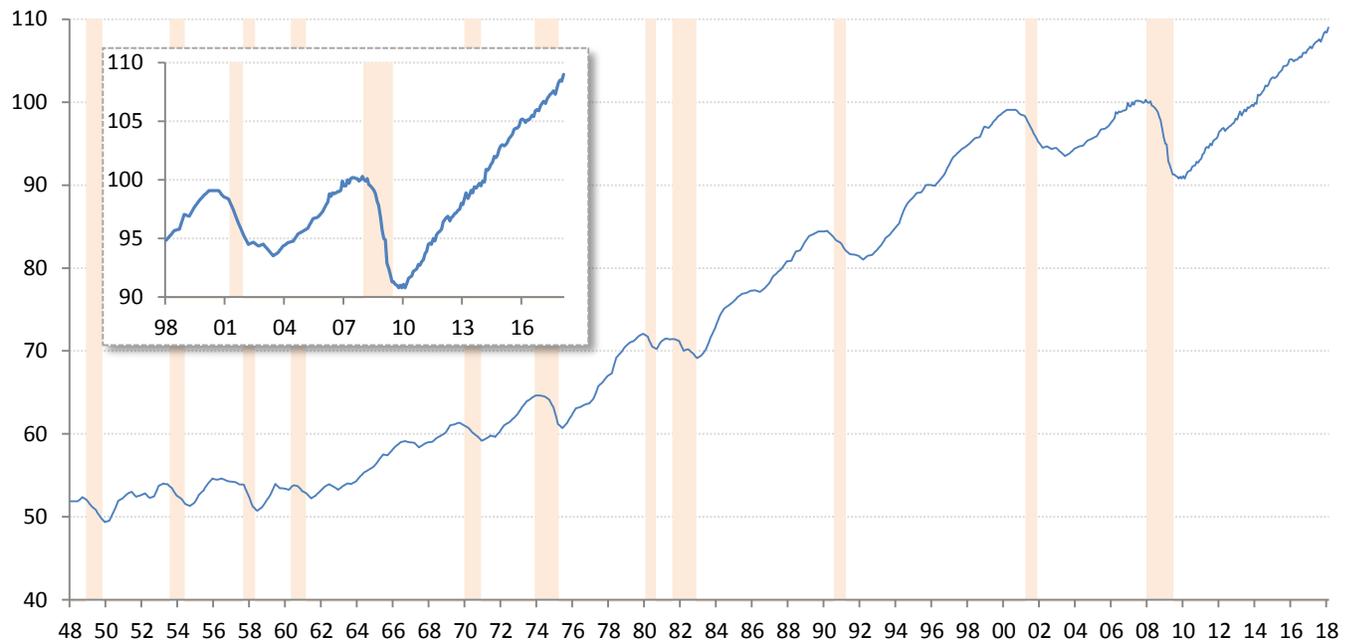
Involuntary part-time workers as percentage of the employed labor force

Persons available for full-time work ■ Recession



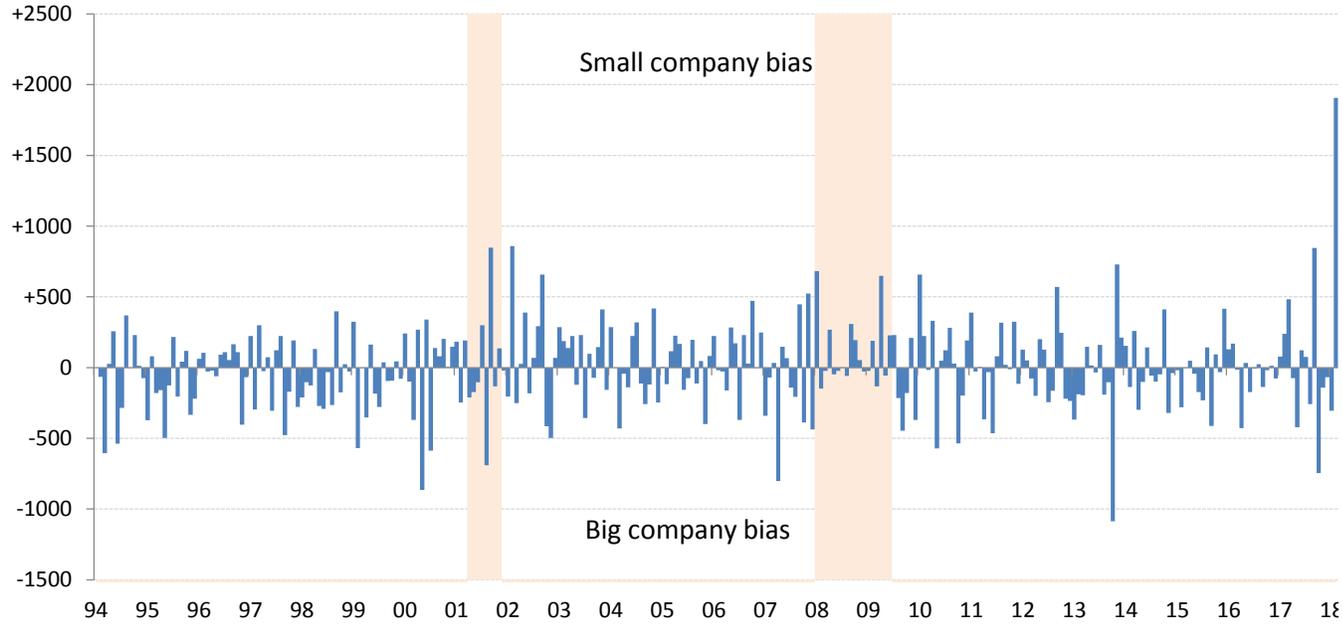
Source: BLS Current Population Survey, TrendMacro calculations

Aggregate weekly private hours-worked index ■ Recession



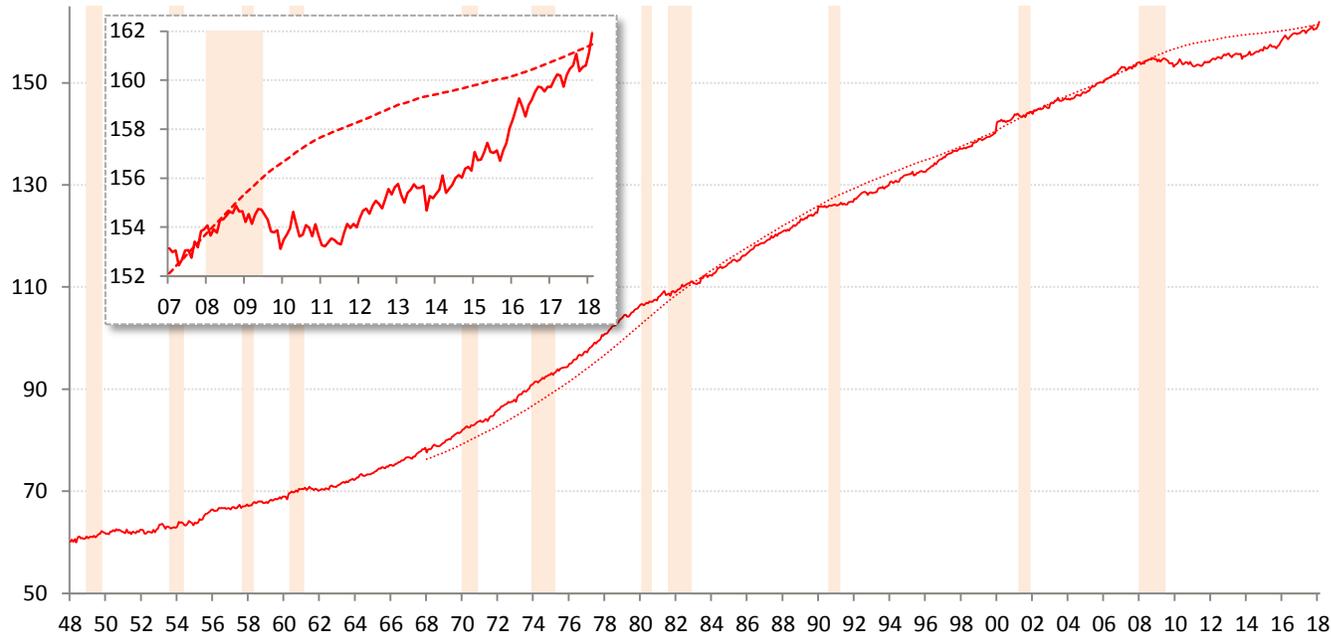
Source: BLS Productivity and Costs (quarterly) and Current Employment Stats (recent monthly), TrendMacro calcs

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



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

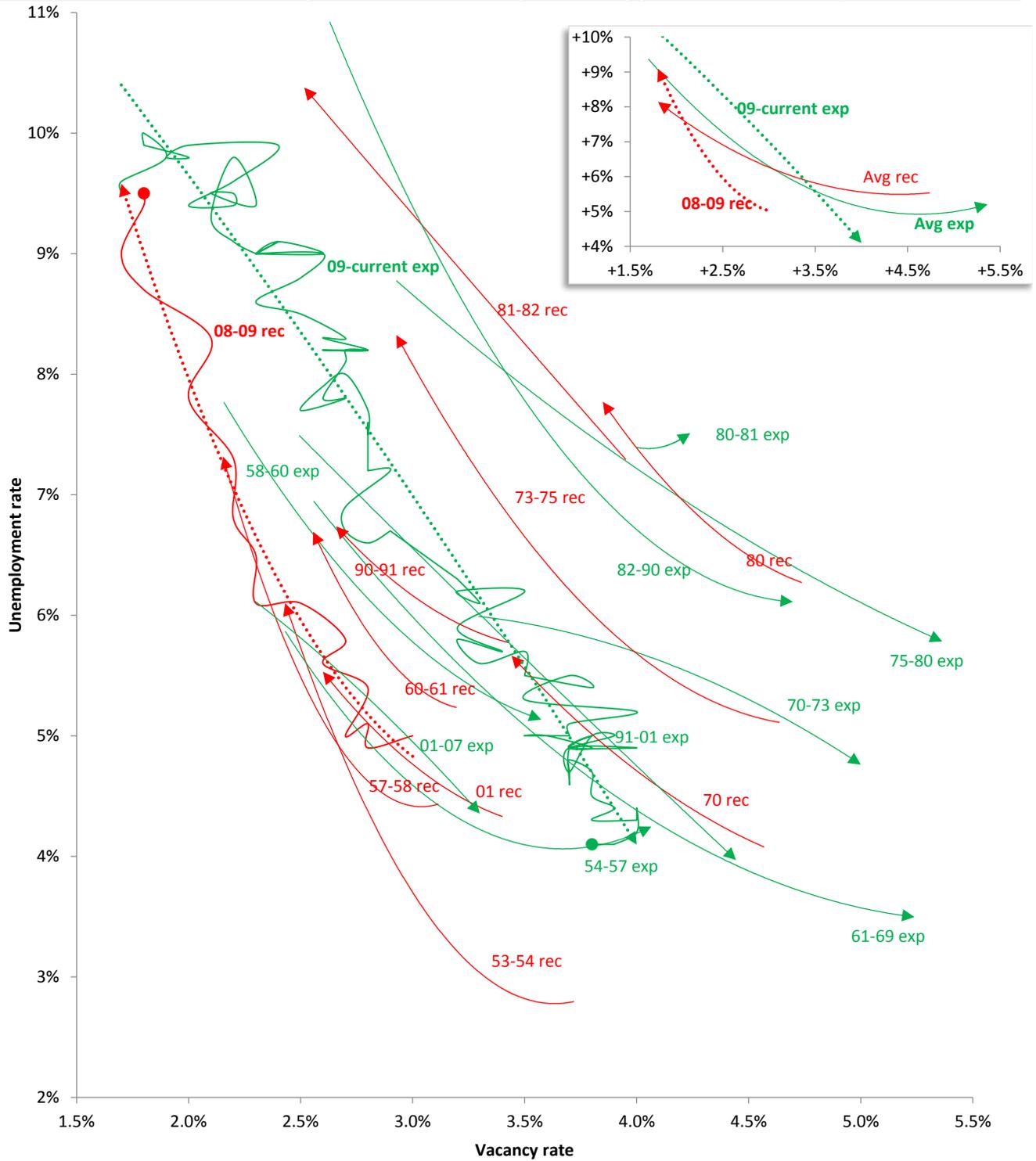
Civilian labor force versus 20-year trend, millions ■ Recession



Source: BLS Current Population Survey, TrendMacro calculations

The Beveridge Curve Cycle relationship between unemployment and job openings

— Expansion — Recession Polynomial trend (order 2), plus monthly plots for 09-current expansion • Latest



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