

FOR IMMEDIATE RELEASE

Contact

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Iowa Adds 5,600 Jobs in June, Unemployment Remains at 2.4 Percent

Iowa's seasonally adjusted unemployment rate remained at 2.4 percent in June. The state's jobless rate was 2.5 percent one year ago. The U.S. unemployment rate increased slightly to 3.7 percent in June.

"Iowa continues to have one of the lowest unemployment rates in the country as a result of lower taxes, less regulations, and a strong emphasis on pro-growth policies," said Governor Kim Reynolds. "Our strong labor market has allowed us to partner with our employers to train, skill, and re-skill our state's workforce in order to expand opportunities for Iowans."

The number of unemployed Iowans increased to 41,400 in June from 40,700 in May. The current estimate is 800 lower than the year ago level of 42,200. The total number of working Iowans increased to 1,676,700 in June. This figure was 3,400 higher than May and 33,400 higher than one year ago.

"June marks a milestone for Iowa's historically low unemployment rate, making this the twelfth consecutive month of 2.4 percent unemployment. Additionally, Iowa experienced positive growth with 5,600 new jobs," said Director Beth Townsend, Iowa Workforce Development. "Iowans can now take advantage of the Future Ready Iowa Last-Dollar Scholarship or Grant to increase their skill level and earning potential. Given our sustained low unemployment, it's important we attract skilled workers to our state through programs like Home Base Iowa and This is Iowa and ensure all Iowans have equal access to all of the opportunity in our state."

Seasonally Adjusted Nonfarm Employment

Iowa establishments expanded their payrolls for the third consecutive month in June, adding 5,600 jobs. Despite a weak first quarter which saw jobs shed from the state's payrolls, firms have shown an increasing willingness to hire and prepare for increased commerce over the past three months. Goods-producing sectors have once again outpaced the growth of service industries and are up 6,200 jobs in the second quarter. Overall, private industries gained 3,800 jobs this month. Government added 1,800 jobs due to larger-than-expected seasonal hiring for summer programs and now rests 1,500 jobs higher than last year's level.

Manufacturing led all sectors in growth in June with 2,000 jobs added. The manufacturing sector has now expanded in three consecutive months. Job gains have been heaviest in durable goods factories which have increased by 1,900 jobs since March. Nondurable goods factories added 500 jobs in June. The other services sector advanced by 1,600 jobs following little movement last month. Construction ended the second quarter with a gain of 900 jobs and in total grew by 3,500 jobs over the past three months. This is a solid improvement following losses over the past two quarters for this sector. On the other hand, professional and business services led all sectors with 1,300 jobs shed in June. A majority of these losses were in administrative support and waste management services (-700). This sector has shown unusual weakness in 2019 with jobs being added in only one month thus far (April) and is little changed versus one year ago (+200). Financial activities shed jobs for the third time in four months (-500) and is now down versus last year's level (-600).

Annually, businesses have added 10,400 jobs over the past twelve months. Manufacturing continues to fuel job growth (+8,100) with hiring being strong in both durable and nondurable goods shops. The next closest sector for job growth is other services (+2,000), followed by education and health services (+1,200). Losses are limited to just three sectors and are highest in information services (-1,300). Trade, transportation, and utilities trails last year's mark due to cutbacks

in retail and is down 1,200 jobs overall. Financial services has trended down recently and is 600 jobs below last June.

MEDIA ALERT: Local data for June will be posted to the IWD website on Tuesday, July 23, 2019. Statewide data for July 2019 will be released on Friday, August 16, 2019.

Employment and Unemployment in Iowa, Seasonally Adjusted Data					
				Change from	
	June	May	June	May	June
	2019	2019	2018	2019	2018
Civilian labor force	1,718,100	1,714,000	1,685,500	4,100	32,600
Unemployment	41,400	40,700	42,200	700	-800
Unemployment rate	2.4%	2.4%	2.5%	0.0	-0.1
Employment	1,676,700	1,673,300	1,643,300	3,400	33,400
U.S. unemployment rate	3.7%	3.6%	4.0%	0.1	-0.3
Nonfarm Employment in Iowa, Seasonally Adjusted Data					
Total Nonfarm Employment	1,594,900	1,589,300	1,584,500	5,600	10,400
Mining	2,500	2,600	2,500	-100	0
Construction	78,300	77,400	77,900	900	400
Manufacturing	230,500	228,500	222,400	2,000	8,100
Trade, transportation and utilities	311,600	310,800	312,800	800	-1,200
Information	20,800	21,000	22,100	-200	-1,300
Financial activities	108,500	109,000	109,100	-500	-600
Professional and business services	140,500	141,800	140,300	-1,300	200
Education and health services	236,200	236,100	235,000	100	1,200
Leisure and hospitality	143,700	143,200	143,600	500	100
Other services	59,700	58,100	57,700	1,600	2,000
Government	262,600	260,800	261,100	1,800	1,500
(above data subject to revision)					

Unemployment Insurance Claims for Iowa

				% Change from	
	June	May	June	May	June
	2019	2019	2018	2019	2018
Initial claims	8,759	10,304	9,259	-15.0%	-5.4%
Continued claims					
Number of claimants	17,647	20,268	17,161	-12.9%	2.8%
Weeks paid	54,285	67,527	54,168	-19.6%	0.2%
Amount paid	\$20,421,079	\$26,196,736	\$19,799,009	-22.0%	3.1%

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