

GRETCHEN WHITMER GOVERNOR STATE OF MICHIGAN DEPARTMENT OF TECHNOLOGY, MANAGEMENT & BUDGET LANSING

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Michigan jobless rate remains unchanged in August

LANSING, Mich. -- Michigan's seasonally adjusted unemployment rate was unchanged over the month, remaining at 8.7 percent in August, according to data released today by the Michigan Department of Technology, Management & Budget. Employment advanced by 93,000, while the number of unemployed inched up by 7,000. The state workforce rose by 99,000 over the month.

The national unemployment rate fell by 1.8 percentage points between July and August to 8.4 percent. Michigan's August rate was three-tenths of a percentage point above the U.S. rate. Over the year, the Michigan jobless rate jumped by 4.7 percentage points, matching the national rate gain.

"Recalls of laid-off workers continued in Michigan in August, but at a slower pace than in the last few months," said Jason Palmer, director of the Bureau of Labor Market Information and Strategic Initiatives. "Total payroll jobs rose by 55,000 in August, well below the average advance of 180,000 per month from May through July."

Monthly labor force trends and highlights

- Michigan's total employment level fell by a little over a quarter of a million over the year (-251,000), or by 5.3 percent.
- The average number of Michigan unemployed from May to August 2020 was well above the February pre-pandemic level (+470,000).
- So far, through the first eight months of 2020, the average state workforce level was about 84,000 below the 2019 annual average.

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Michigan Labor Force Estimates

Seasonally Adjusted

(Data in Thousands)

	August	July	August	Over the Month		Over the Year	
	2020	2020	2019				
				Numeric	Percent	Numeric	Percent
Civilian Labor Force	4,916	4,817	4,937	99	2.1%	-21	-0.4%
Employment	4,488	4,395	4,739	93	2.1%	-251	-5.3%
Unemployment	428	421	198	7	1.7%	230	116.2%
Rate (Percent)	8.7	8.7	4.0	ХХХ	XXX	XXX	XXX

Detroit metropolitan area jobless rate moves up in August

The Detroit-Warren-Dearborn Metropolitan Statistical Area's (MSA) seasonally adjusted jobless rate rose by 0.3 percentage points to 9.6 percent in August. Employment increased by 47,000 over the month, and unemployment also moved up (+13,000). The Detroit MSA labor force advanced by 58,000 during August.

Over the last four months, total employment in the region averaged 365,000 below the February 2020 pre-pandemic level.

The Detroit MSA jobless rate rose by a significant 5.4 percentage points since August 2019. Over the past year, employment fell by 200,000, and unemployment had a large hike of 109,000.

Detroit-Warren-Dearborn MSA Labor Force Estimates Seasonally Adjusted

(Data in Thousands)

	August 2020	July 2020	August 2019	Over the Month		Over the Year	
				Numeric	Percent	Numeric	Percent
Civilian Labor Force	2,071	2,013	2,163	58	2.9%	-92	-4.3%
Employment	1,872	1,825	2,072	47	2.6%	-200	-9.7%
Unemployment	200	187	91	13	7.0%	109	120.0%
Rate (Percent)	9.6	9.3	4.2	XXX	XXX	XXX	XXX

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Michigan job levels advance in August

The monthly survey of employers indicated that seasonally adjusted jobs moved up by 55,000 over the month, or 1.4 percent, to 3,994,000 in August.

Employment advances were observed in most major industry sectors. The most pronounced numerical August nonfarm job gain was seen in government (+15,000). Federal government employment expanded in August due to the hiring of temporary census workers. Additionally, both state and local government jobs advanced as schools began early hiring for the fall semester, and jobs rose among cities and townships.

Industry employment trends and highlights

- August payroll jobs advanced for the fourth consecutive month, following the record coronavirus-related job cuts in April. However, the August over-the-month job gain of 55,000 was well below the level of jobs added during May, June, or July.
- Since April 2020, Michigan jobs have rebounded by 593,000, or 17.4 percent. Despite this, Michigan employment remains 456,000 below January 2020 levels (-10.3 percent).
- On a percentage basis, the state's leisure and hospitality industry exhibited the largest over-the-month gain in employment, advancing by 3.4 percent.
- Michigan's construction sector had the smallest percentage loss in jobs over the year among major industries, with employment edging down by 1.3 percent since August 2019.

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Michigan Payroll Employment Estimates

Seasonally Adjusted

(Data in Thousands)

	August**	July*	August	Over the Month***		Over the Year ***	
	2020	2020	2019				
				Numeric	Percent	Numeric	Percent
Total Nonfarm Payroll Jobs	3,994	3,940	4,442	55	1.4%	-448	-10.1%
Natural Resources and Mining	6	6	7	0	3.3%	-1	-14.9%
Construction	171	171	174	1	0.5%	-2	-1.3%
Manufacturing	562	559	628	4	0.6%	-66	-10.5%
Transportation Equipment	165	168	192	-3	-2.0%	-27	-13.9
Trade, Transportation, and Utilities	757	746	796	10	1.4%	-40	-5.0%
Retail Trade	438	432	463	7	1.5%	-25	-5.4%
Information	50	50	55	0	0.8%	-5	-9.8%
Financial Activities	221	219	225	2	0.7%	-4	-1.8%
Professional and Business Services	593	584	654	8	1.4%	-61	-9.3%
Education and Health Services	622	618	683	4	0.7%	-61	-8.9%
Leisure and Hospitality Services	279	270	434	9	3.4%	-155	-35.7%
Other Services	146	145	167	1	0.7%	-20	-12.2%
Government	587	572	620	15	2.7%	-32	-5.2%

* Revised data for July 2020

- ** Preliminary data for August 2020
- *** Change calculated using unrounded data

Michigan Hours and Earnings for Production Workers Seasonally Adjusted

Manufacturing										
	August	July	August	Over the Month		Over the Year				
	2020	2020	2019	Numeric	Percent	Numeric	Percent			
Average										
Weekly	\$904.30	\$912.51	\$951.80	-8.21	-0.9%	-47.50	-5.0			
Earnings										
Average										
Weekly	40.3	41.1	42.6	-0.8	-1.9%	-2.3	-5.3%			
Hours										
Transport	Transportation Equipment Manufacturing									
	August	July	August	Over the	e Month	Over the Year				
	2020	2020	2019	Numeric	Percent	Numeric	Percent			
Average										
Weekly	\$1,222.27	\$1,254.78	\$1,242.78	-32.51	-2.6%	-20.51	-1.7%			
Earnings										
Average										
Weekly	43.6	44.4	46.5	-0.8	-1.8%	-2.9	-6.2%			
Hours										

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