

FEDERAL RESERVE BANK *of* NEW YORK

Regional Economic Conditions

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Community Advisory Group Meeting – July 12, 2019

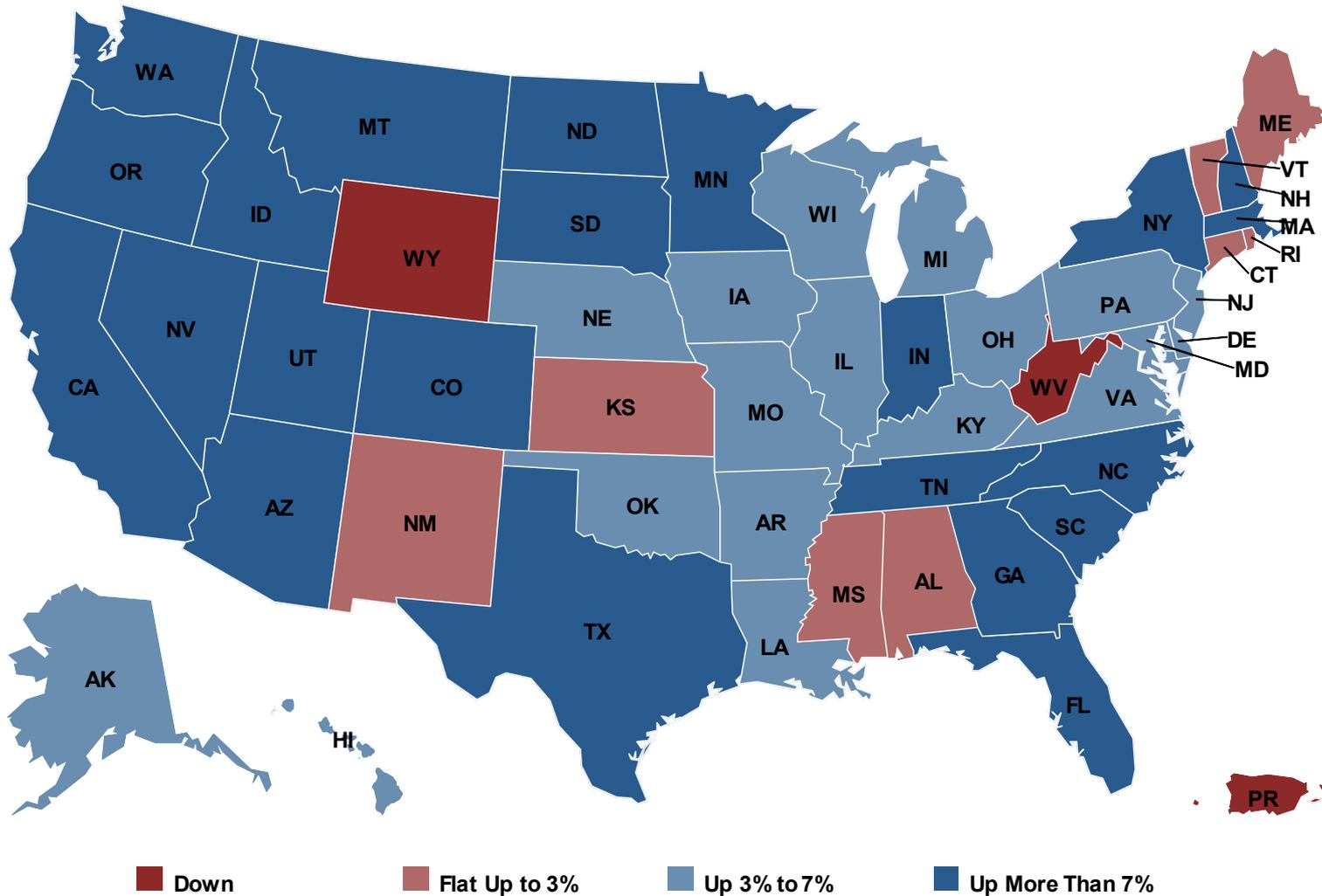
The views expressed here are those of the presenter and do not necessarily represent those of the Federal Reserve Bank of New York or the Federal Reserve System.

Overview

- A quick look at state economies across the U.S.
- An overview of the 2nd District's economy, focusing on job trends
- Industry wage differentials & minimum wage
- Results from recent FRBNY business surveys

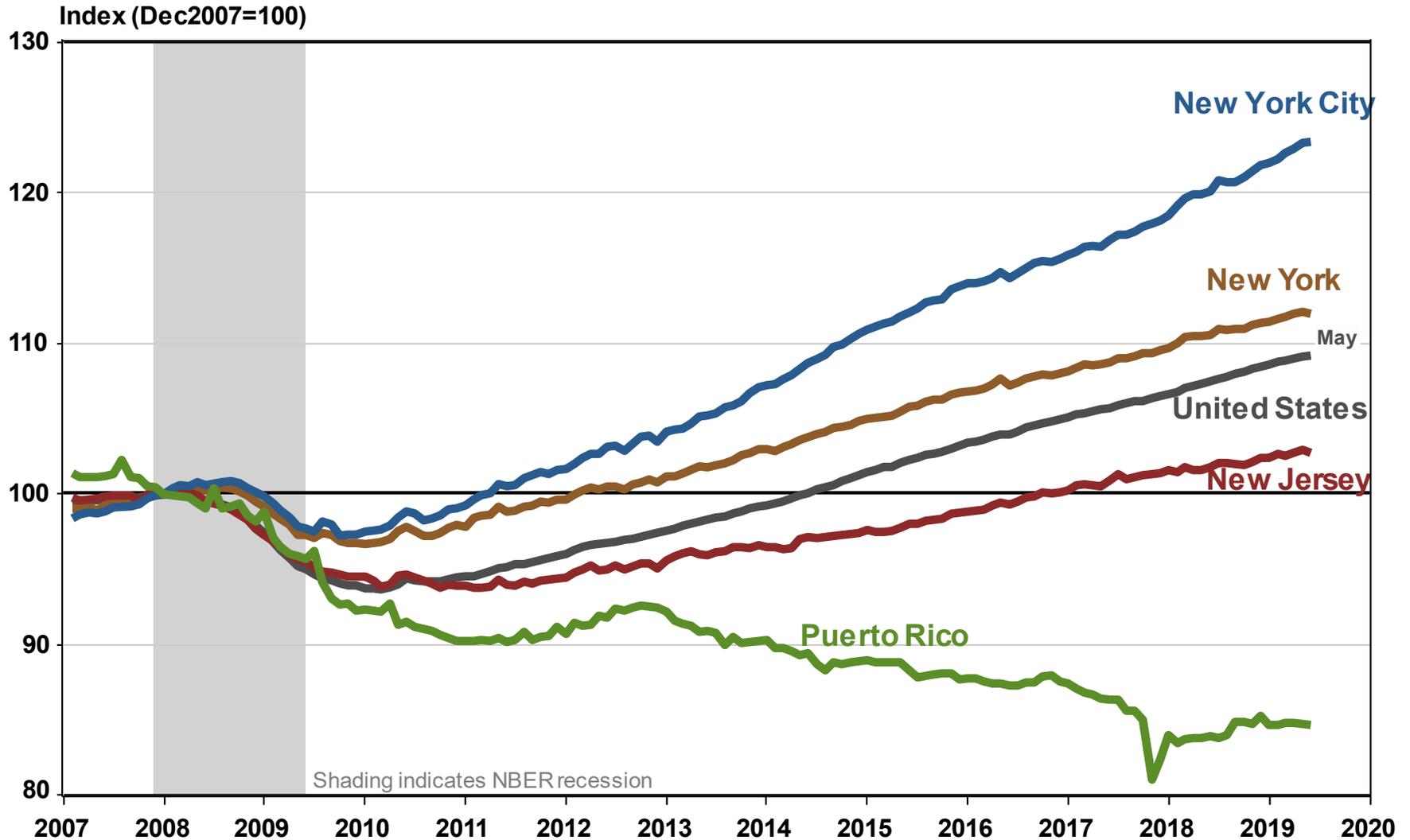
Private-Sector Job Trends

Percent Change From Previous Peak to May 2019



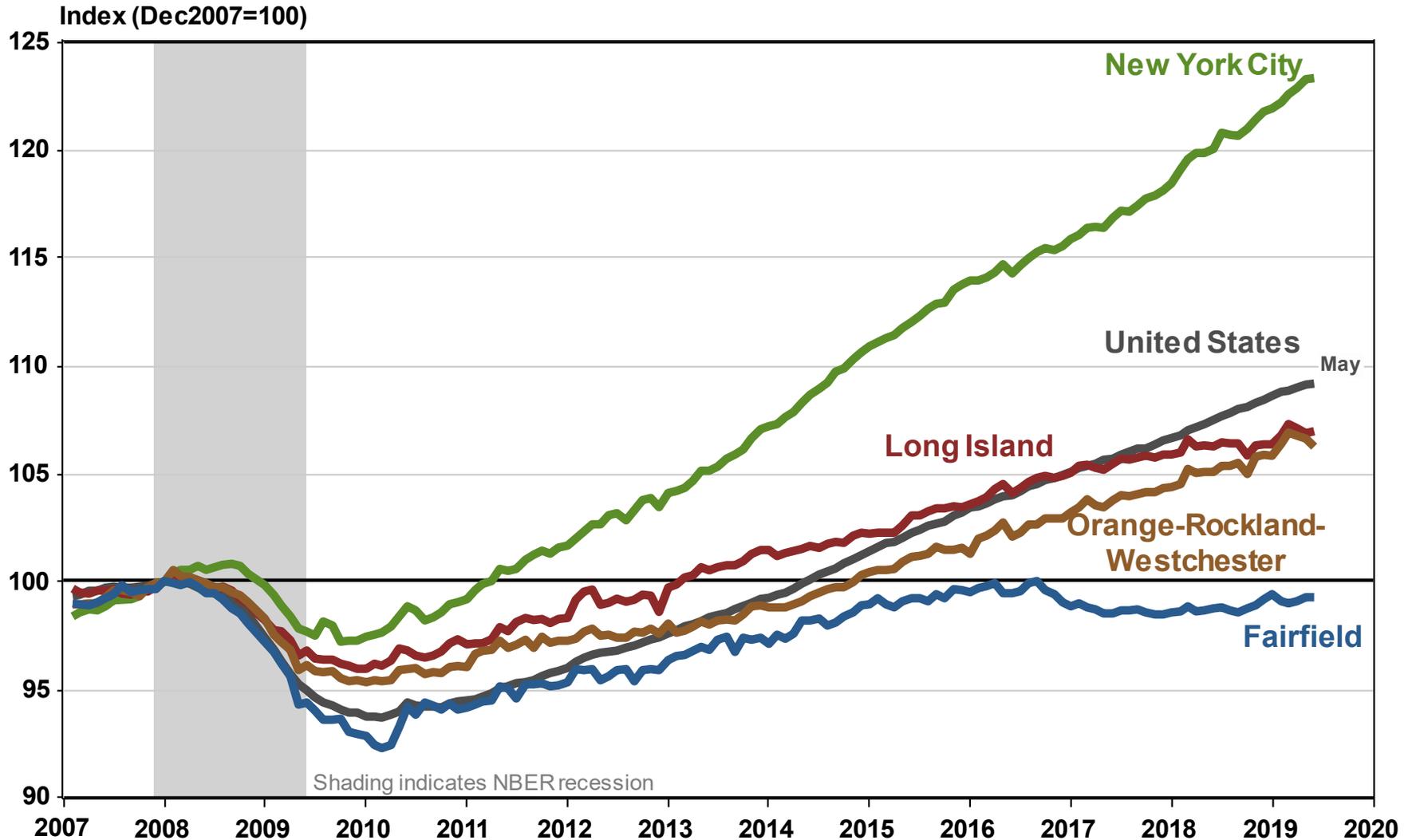
Total Employment

Seasonally Adjusted Index



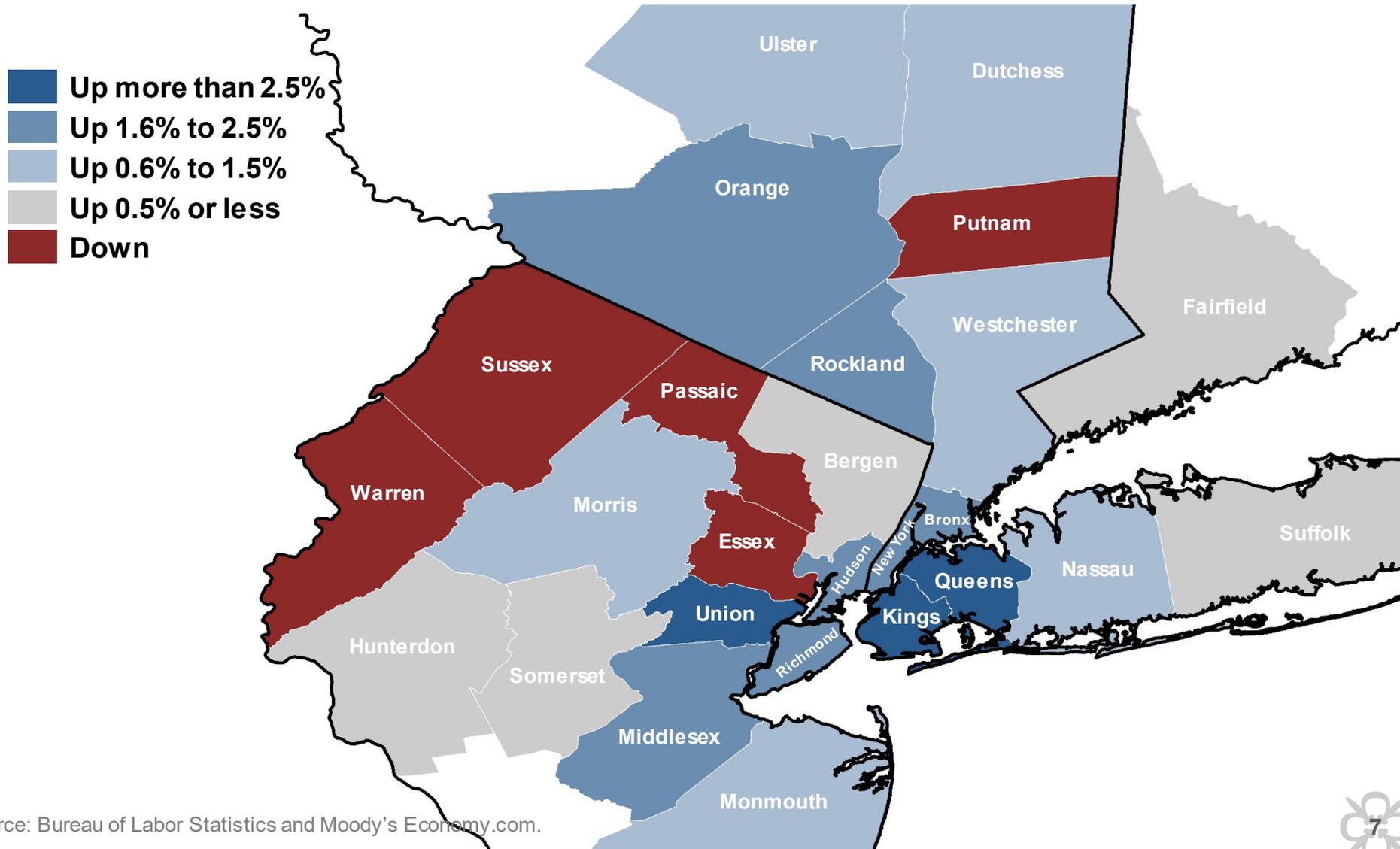
Total Employment

Seasonally Adjusted Index



Employment Trends In and Around NYC

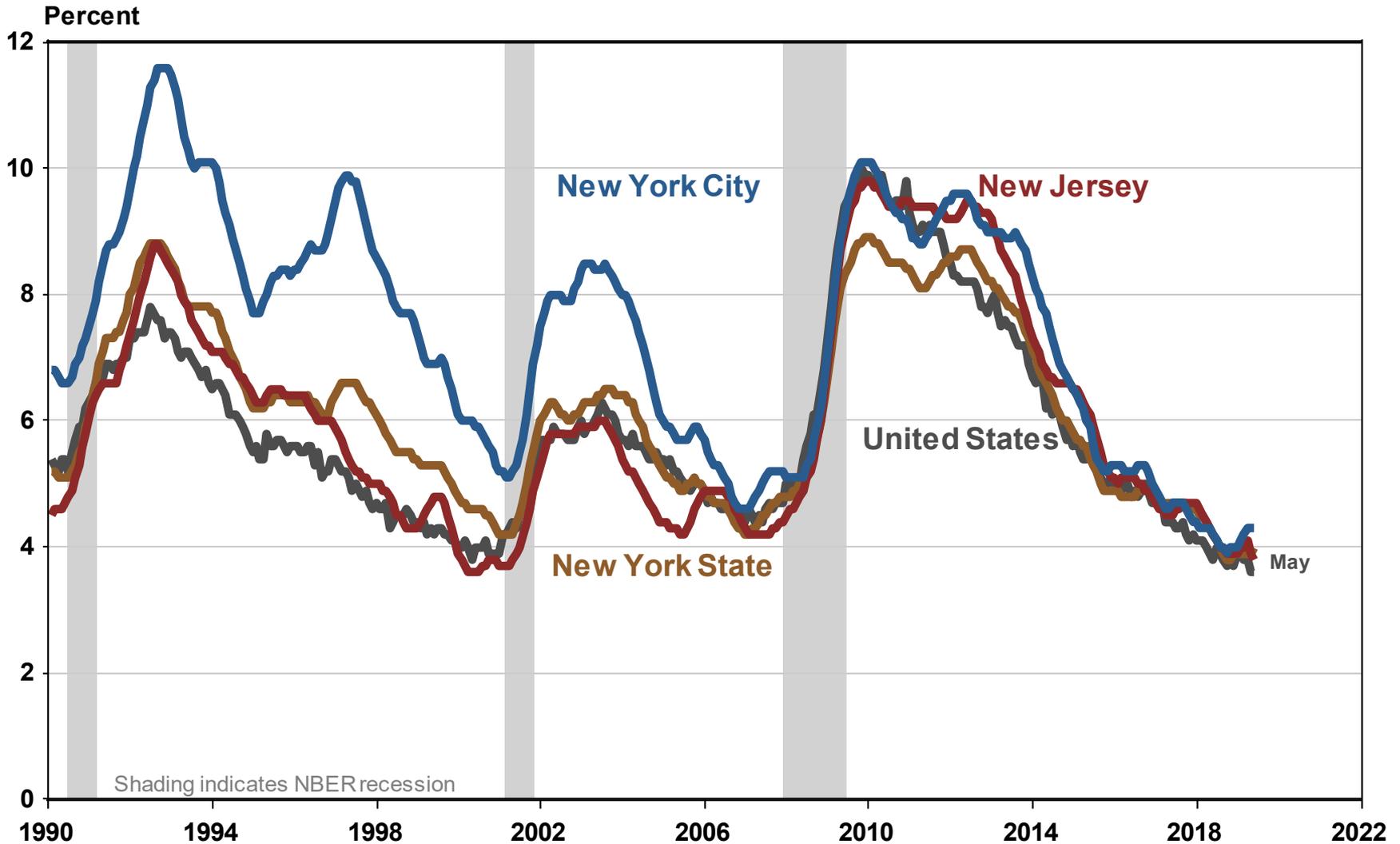
Private-Sector Job Growth – 2018 vs 2017



Source: Bureau of Labor Statistics and Moody's Economy.com.

Unemployment Rates

Seasonally Adjusted

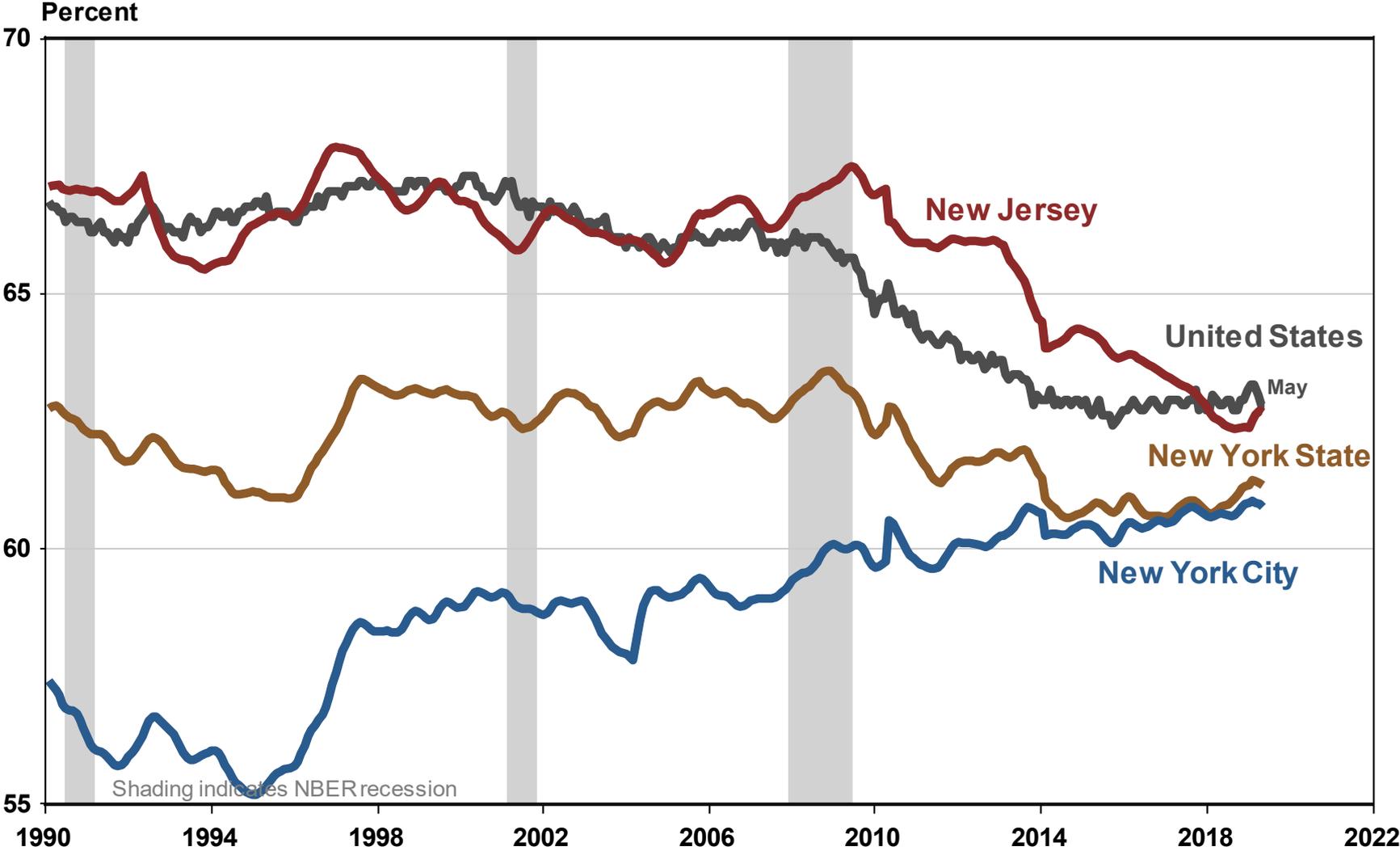


Shading indicates NBER recession

May

Labor Force Participation

Seasonally Adjusted



Shading indicates NBER recession

May

New Jersey

United States

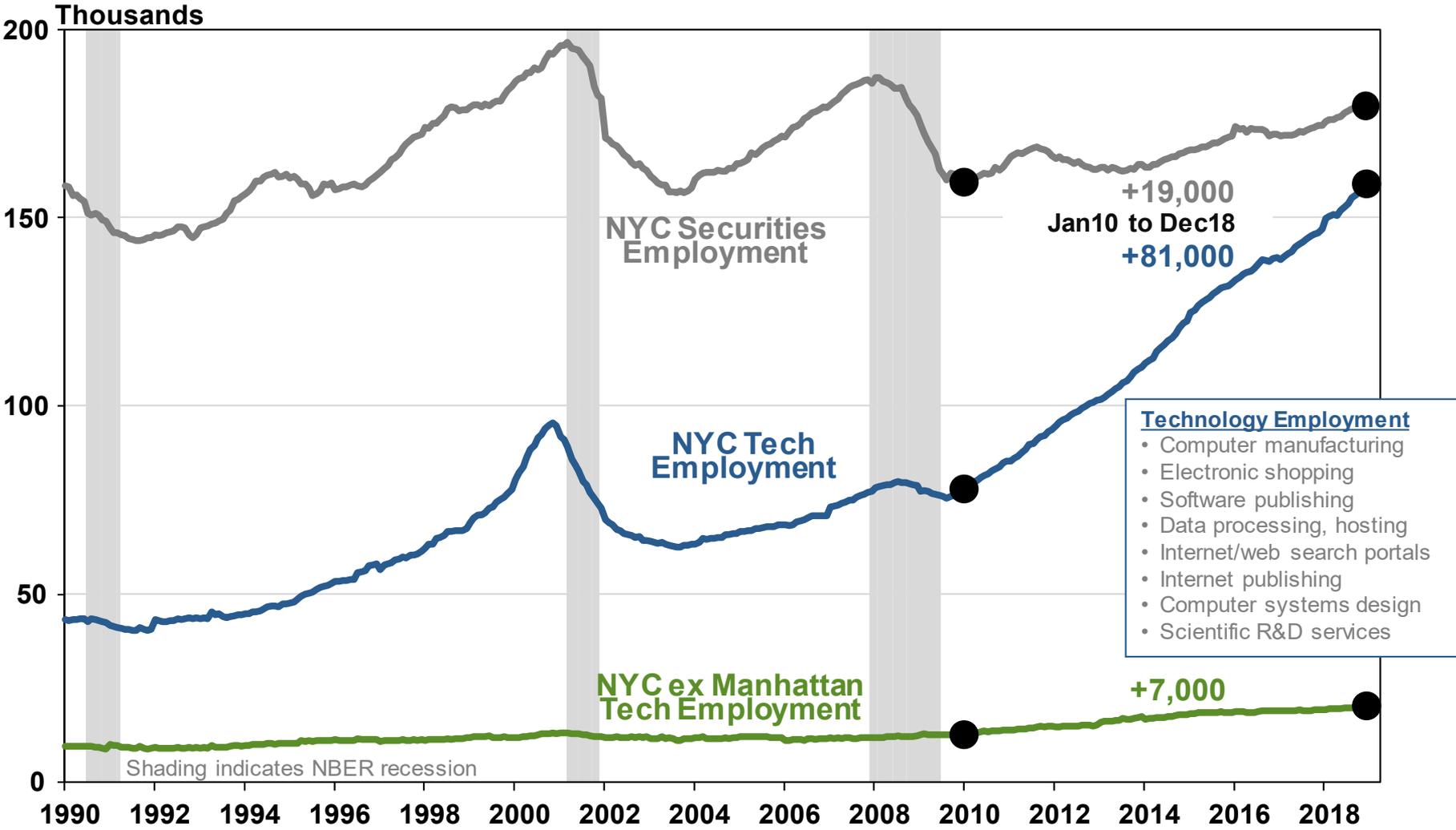
New York State

New York City

Source: Bureau of Labor Statistics and Moody's Economy.com.

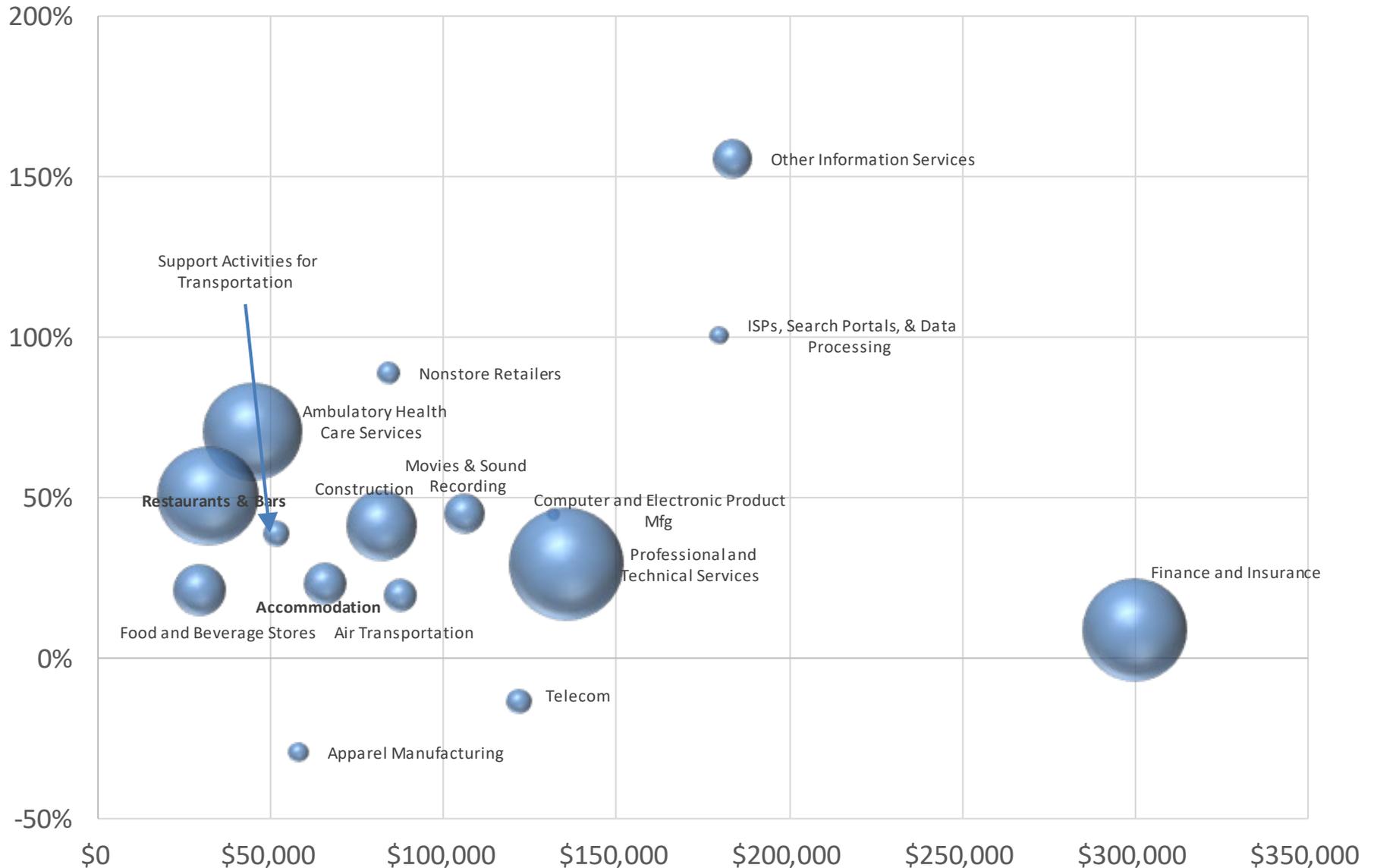
New York City's New Growth Sector

Number of Jobs in Thousands



Source: U.S. Bureau of Labor Statistics (QCEW) and Moody's Economy.com.

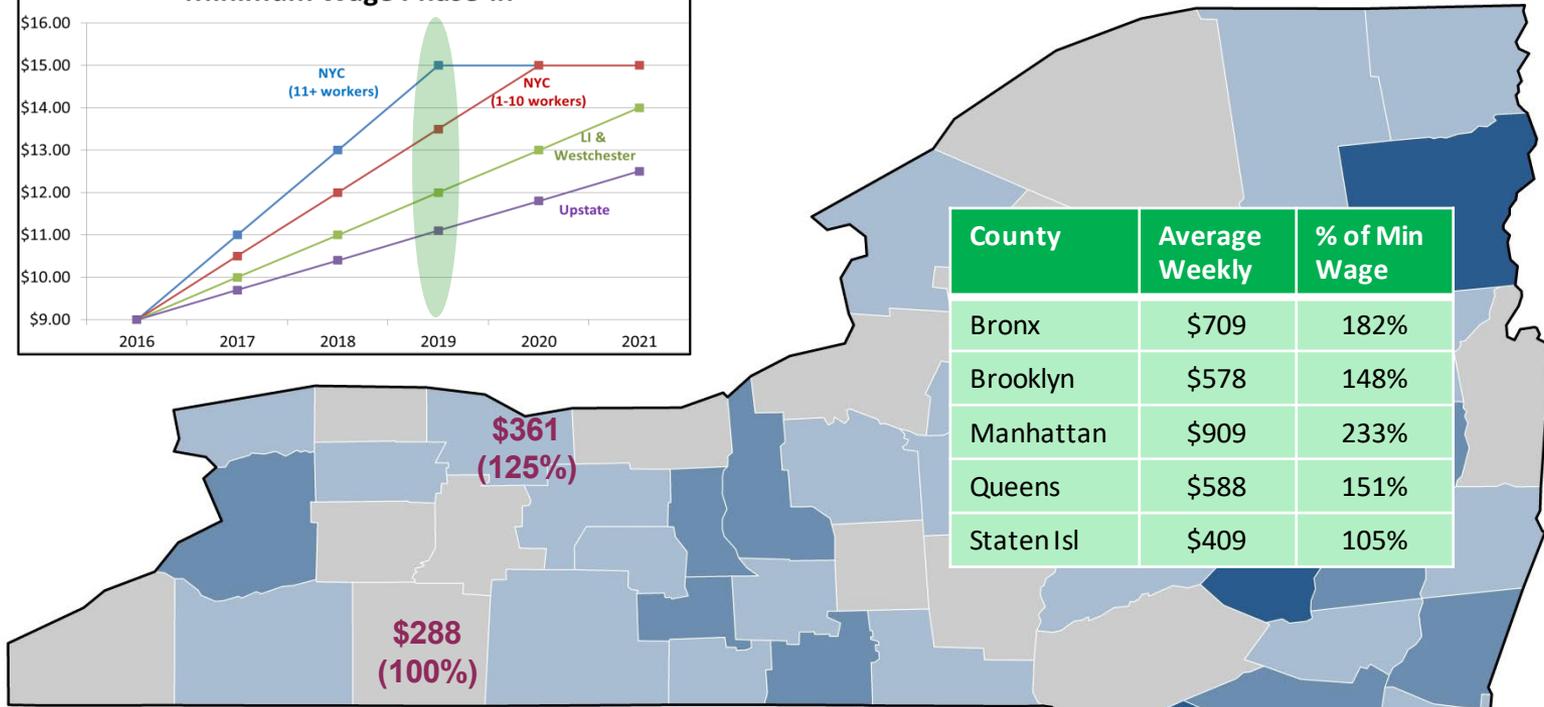
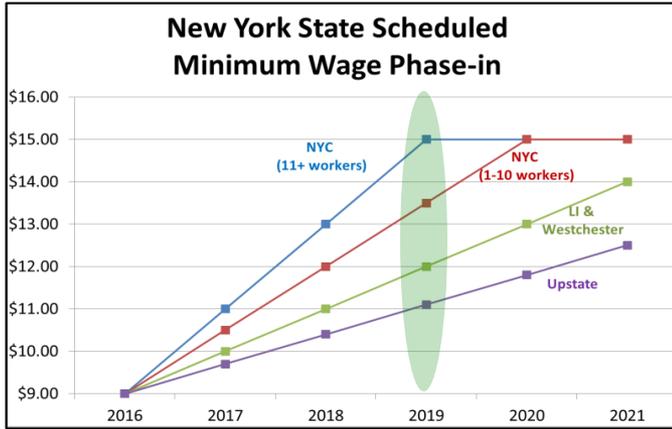
Average Earnings vs Job Growth (2010-18) for Selected NYC Industries



Sources: NY State Department of Labor, QCEW; FRBNY staff calculations

New York State Wages by County

Average Weekly Wages, Leisure & Hospitality, 1st Half of 2018



County	Average Weekly	% of Min Wage
Bronx	\$709	182%
Brooklyn	\$578	148%
Manhattan	\$909	233%
Queens	\$588	151%
Staten Isl	\$409	105%

- \$325 or Less
- \$325 to \$425
- \$425 to \$525
- \$525 or More

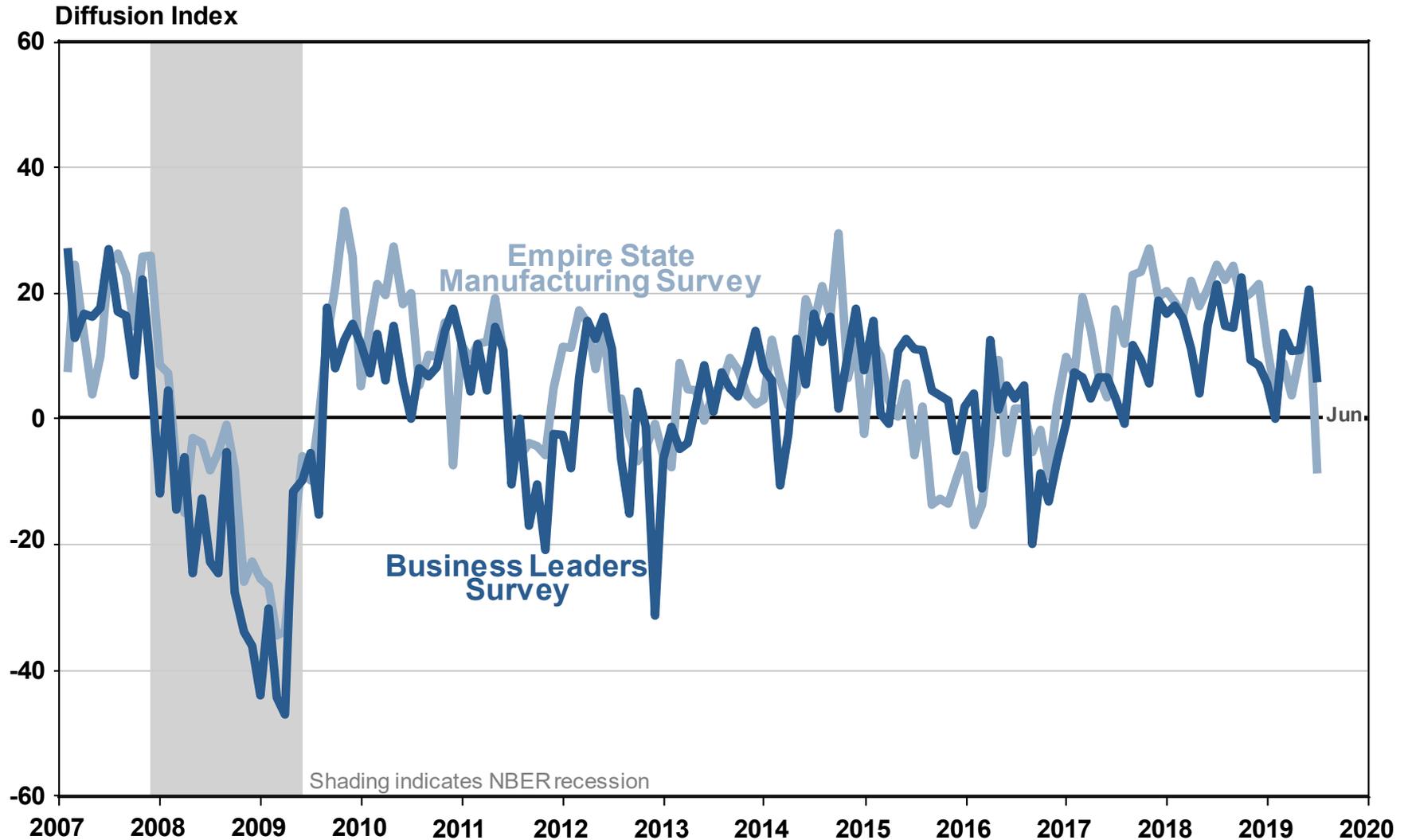
NY State Average=\$622

Average Weekly Wage
 (as a % of minimum wage*)
 * Assuming 26-hour week

Sources: Bureau of Labor Statistics, Moody's Economy.com, New York State Department of Labor, FRBNY calculations.

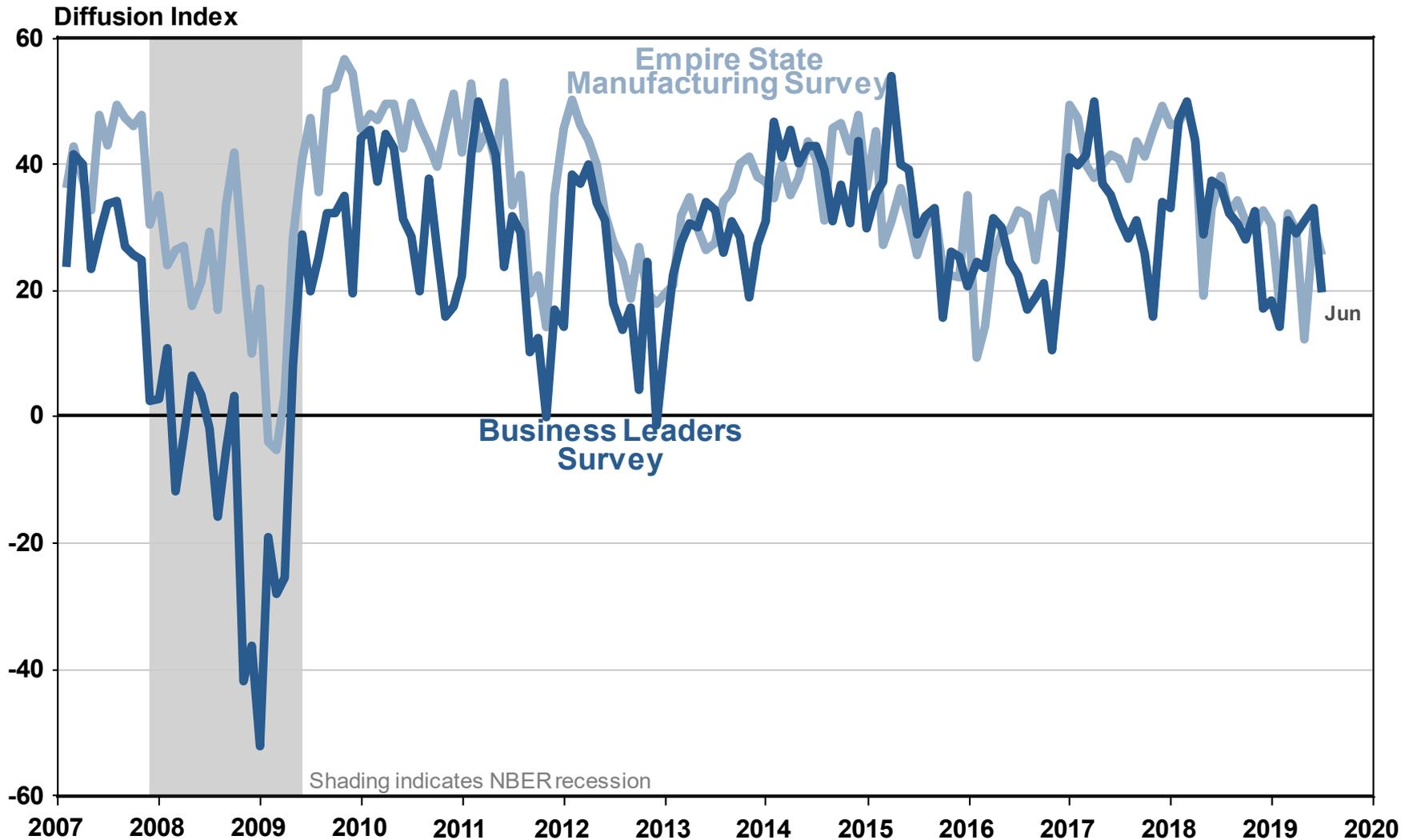
Current Economic Conditions

FRBNY Business Surveys, Current Conditions



Future Economic Conditions

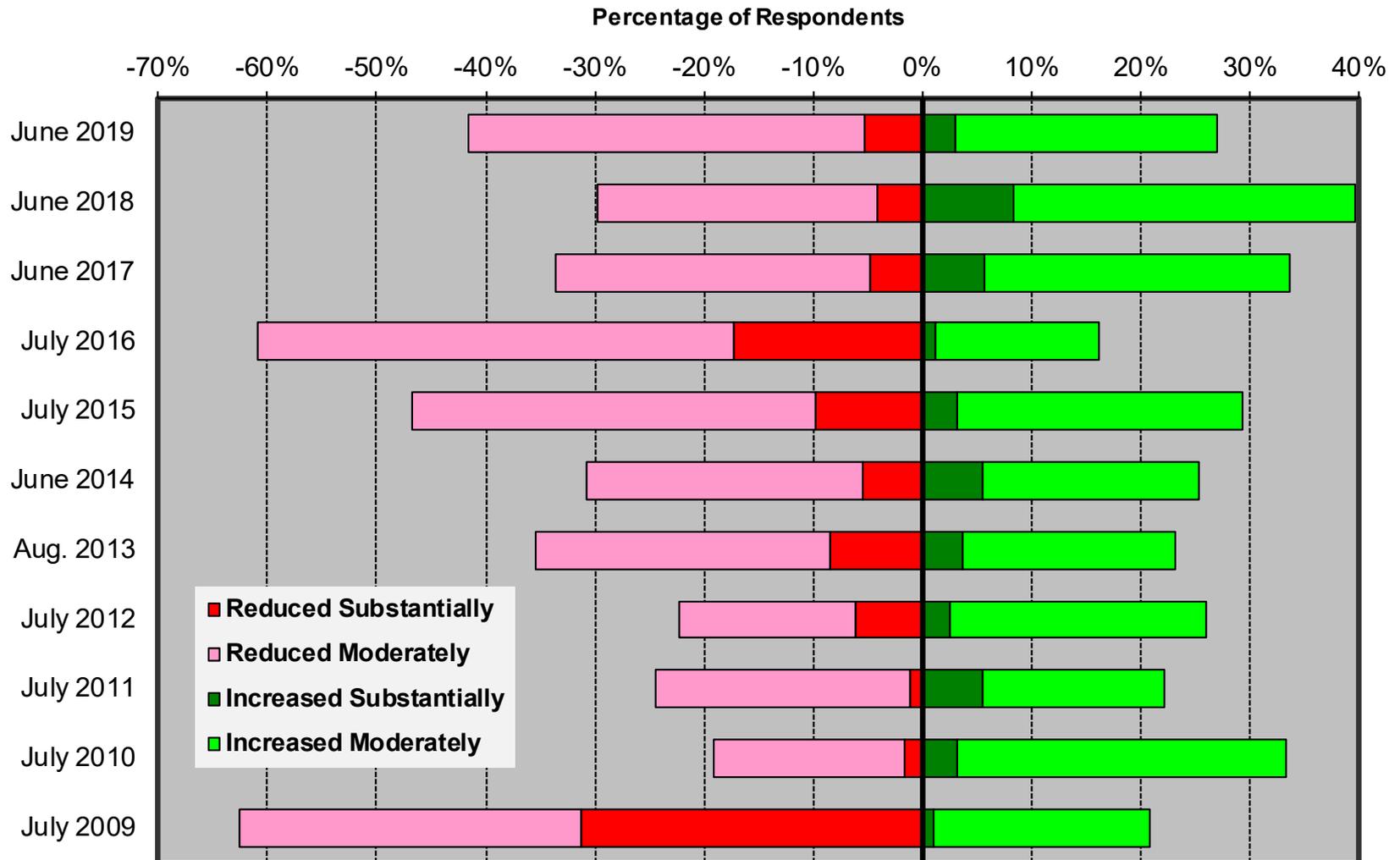
FRBNY Business Surveys, Conditions Six Months Ahead



Shading indicates NBER recession

June 2019 Empire State Manufacturing Survey

In the past several months, to what extent have you modified your sales expectations for the second half of this year?

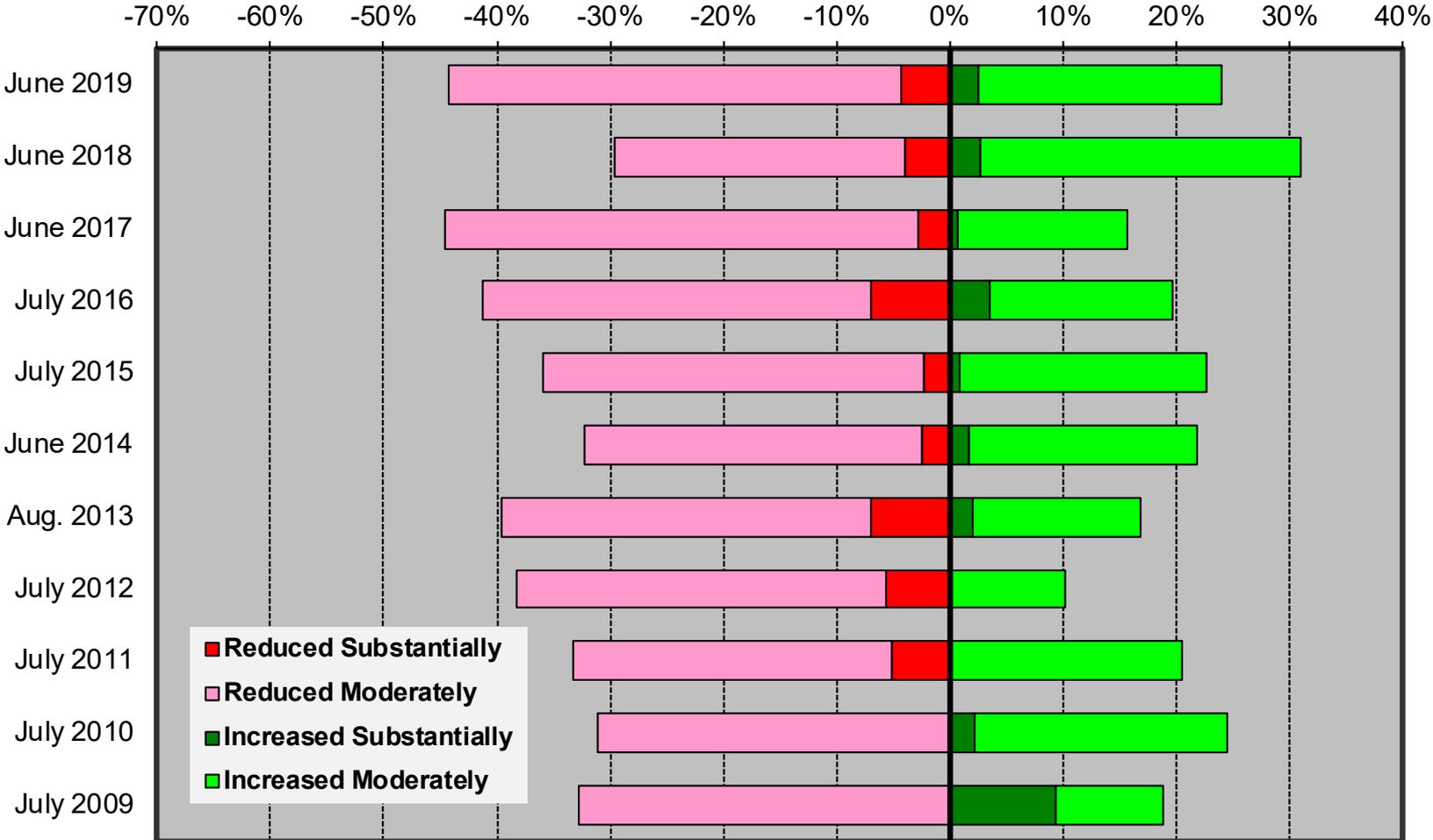


* In July 2012 and earlier surveys, manufacturers were asked about "production plans", as opposed to sales/revenue expectations.

June 2019 Business Leaders (Service Sector) Survey

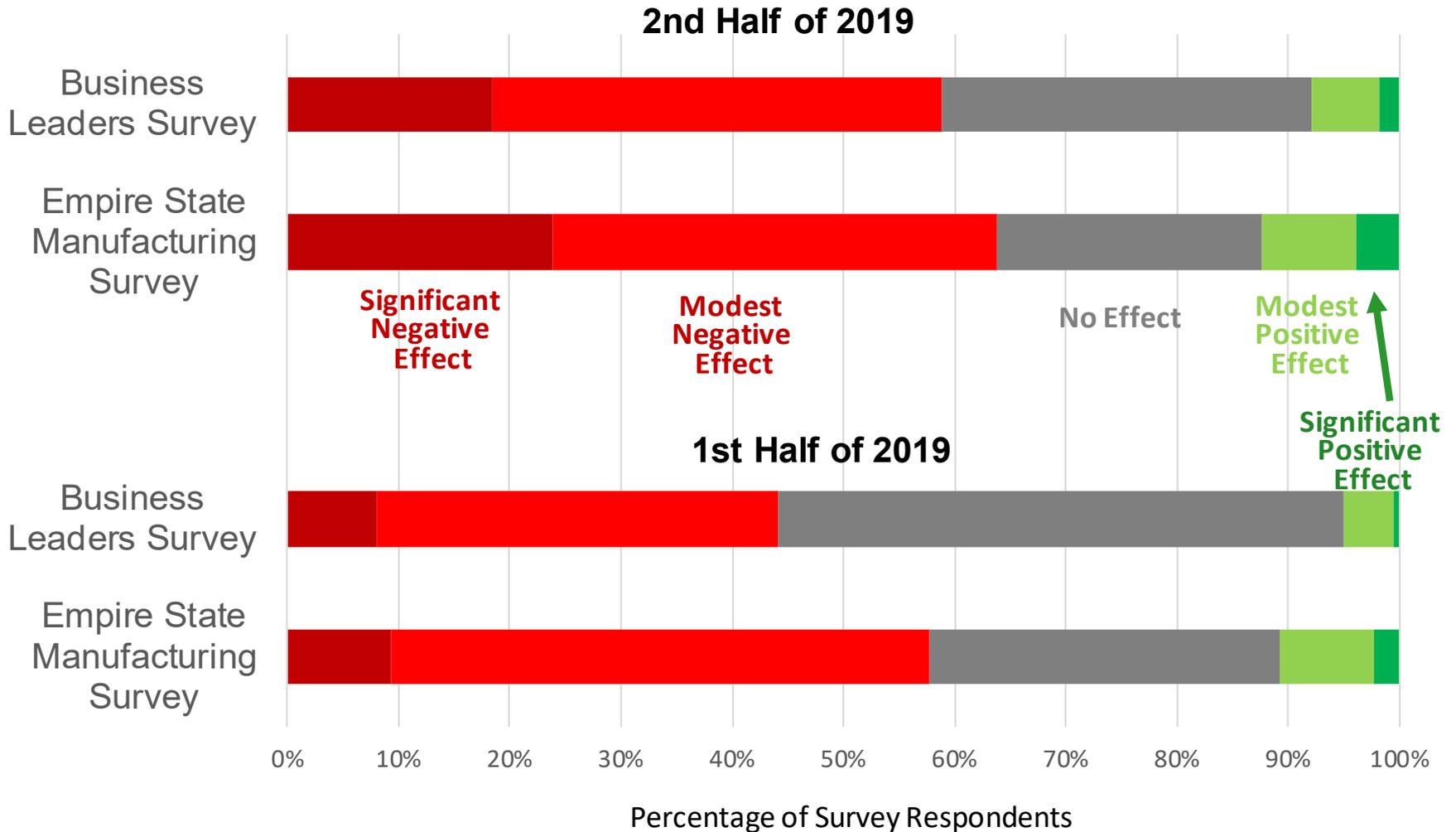
In the past several months, to what extent have you modified your sales expectations for the second half of this year?

Percentage of Respondents



June 2019 Survey on Trade & Tariffs

What overall effect have U.S. trade policy and tariffs had on your business in the 1st half of this year, and what effects do you expect them to have in the 2nd half?



April 2019 Empire State Manufacturing Survey

Please indicate what effect you think this increase in the minimum wage has had, for your operations in New York State, on each of the following?



April 2019 Business Leaders (Service Sector) Survey

Please indicate what effect you think this increase in the minimum wage has had, for your operations in New York State, on each of the following?

