

# **New Jersey: Recession and Recovery**

**New Jersey Future  
Redevelopment Forum**

**4 March 2011**

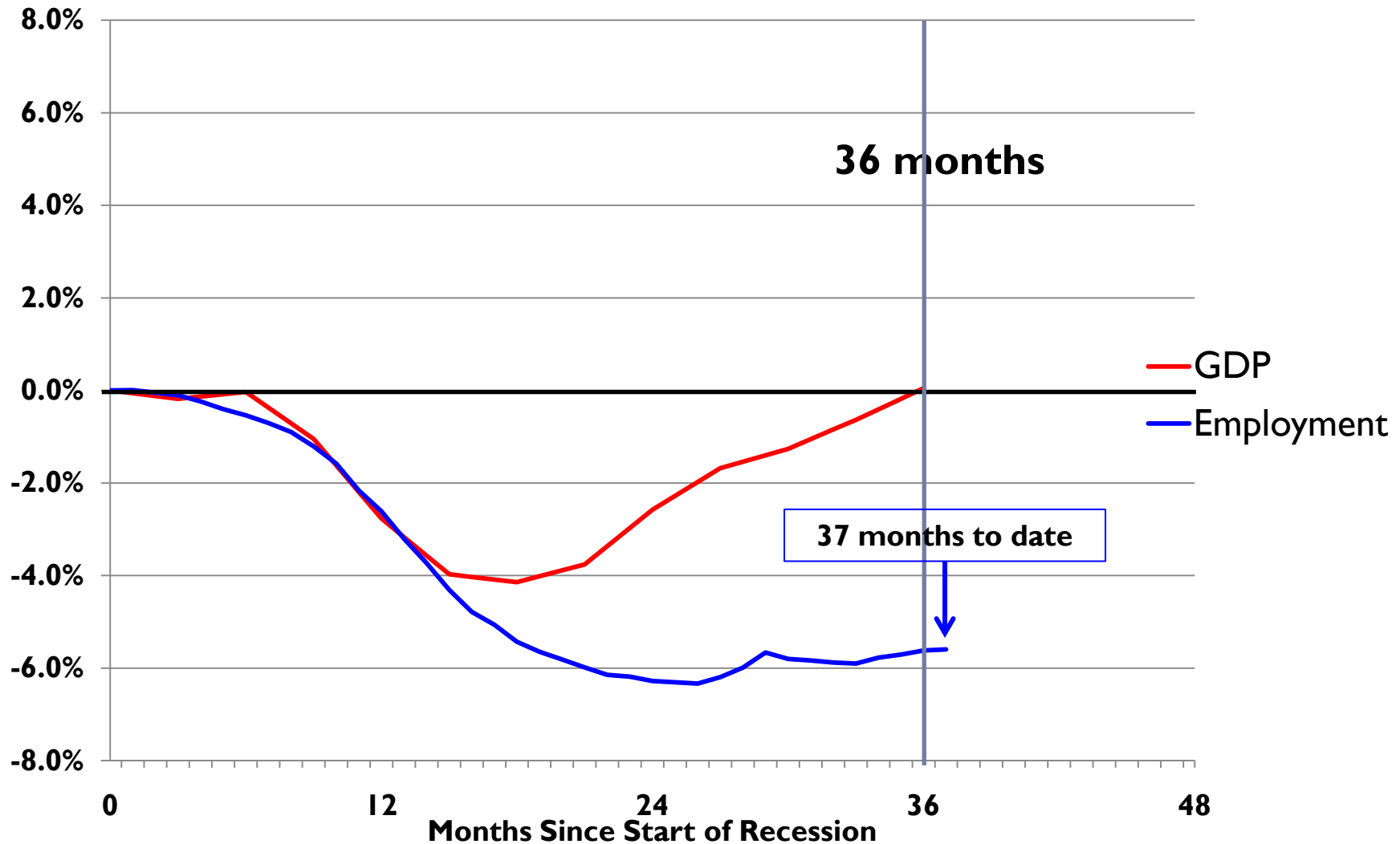
**Professor Joseph J. Seneca**



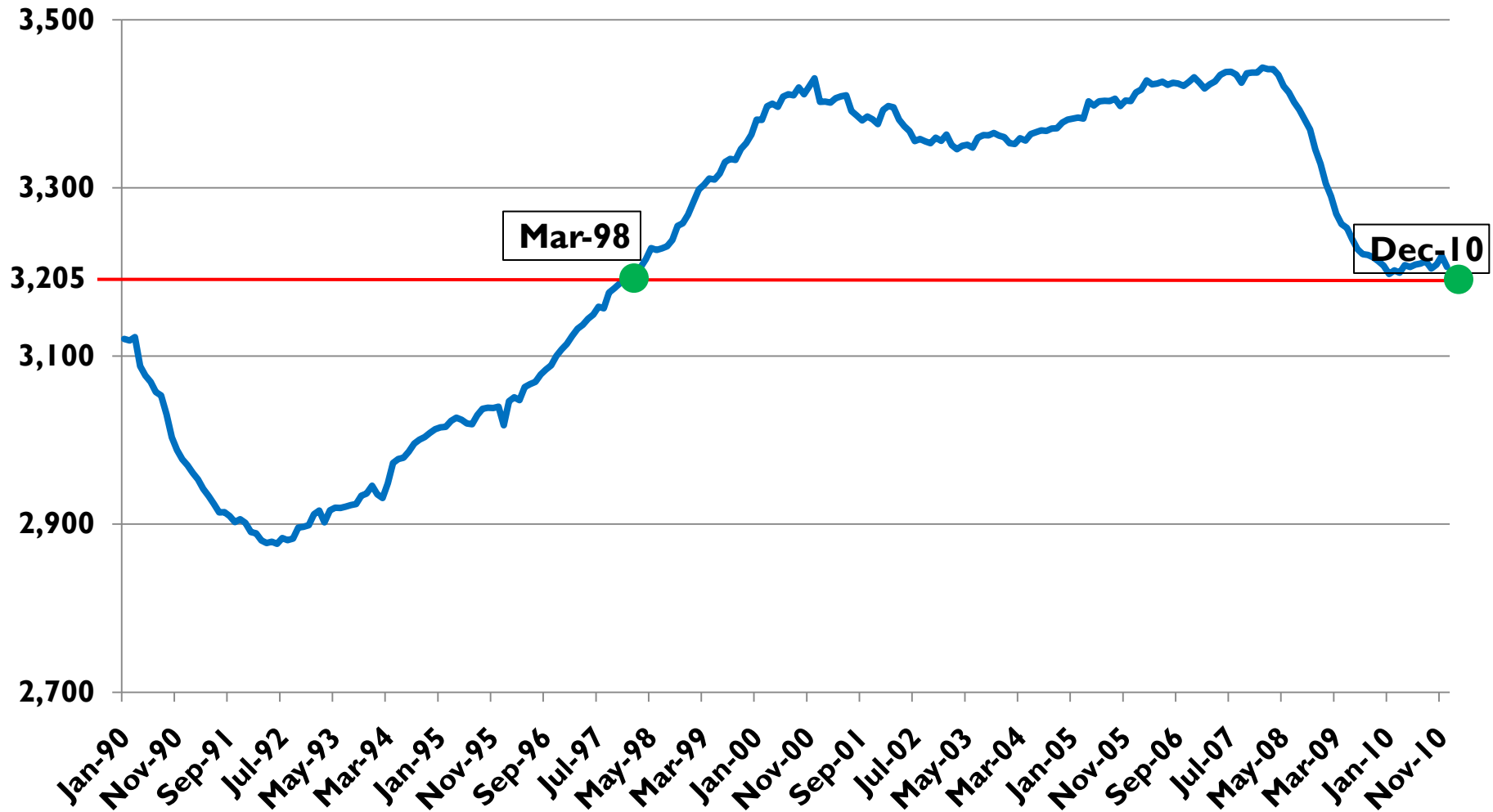
# U.S. Employment and GDP Recoveries

## Percent Change Since Start of Recession

### December 2007 – January 2011



# New Jersey Private Sector Employment Monthly, 1990-2010 (seasonally adjusted, in thousands)



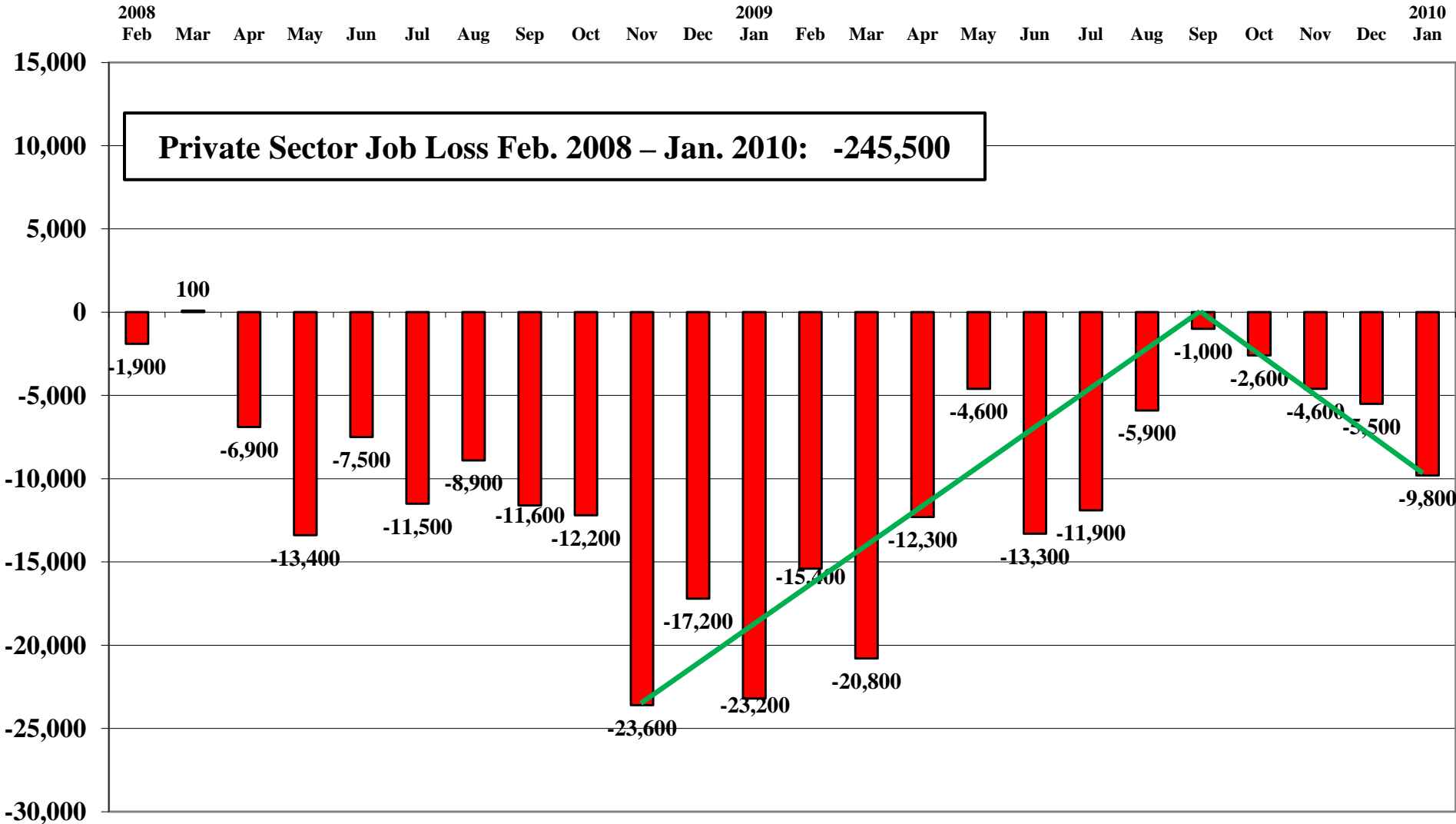
Source: New Jersey Department of Labor.

# New Jersey Employment Distribution

Sector	March 1998	December 2010
<b>TOTAL PRIVATE SECTOR</b>	<b>84.9</b>	<b>83.7</b>
Construction	3.6	3.3
Manufacturing	11.4	6.7
Trade, Trans. & Util.	22.3	21.1
Information	3.2	2.1
Financial Activities	6.5	6.6
Professional and Business Services	14.5	15.3
Education and Health Services	12.2	15.7
Leisure and Hospitality and Other Services	11.2	12.9
<b>GOVERNMENT</b>	<b>15.1</b>	<b>16.3</b>

► Source: New Jersey Department of Labor.

# New Jersey Private Sector Employment Change The Great Recession



▶ Source: New Jersey Department of Labor and Workforce Development.

# Composition of Recession NJ Employment Losses (Private Sector)

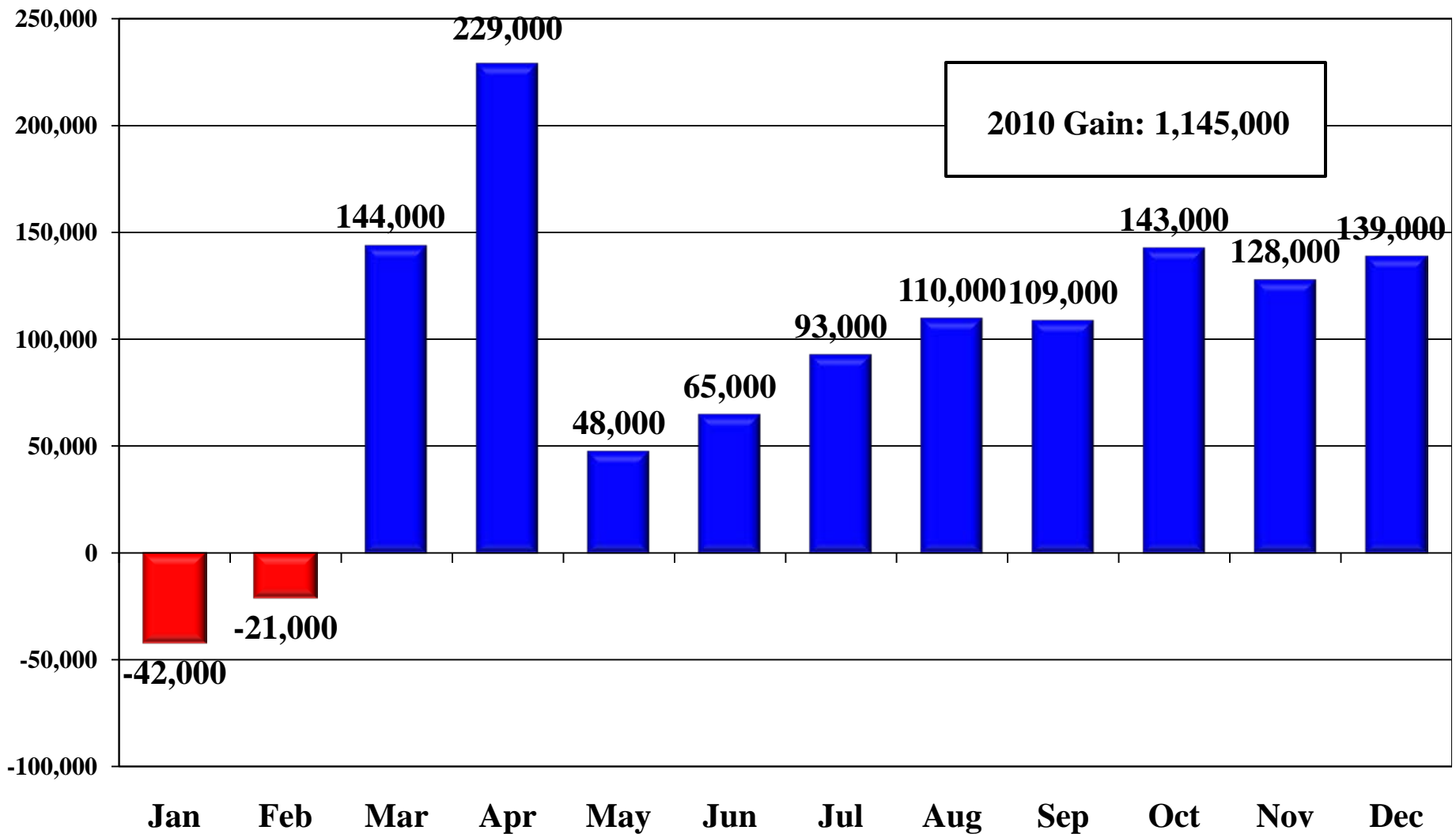
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Recession	Total Private-Sector Employment Loss	Share	
		Manufacturing and Construction	Services
Jan 2008 – Jan 2010	-245,500	37.7%	62.3%
Dec 2000 – March 2003	-84,900	75.7%	24.3%
March 1989 – May 1992	-265,100	87.7%	12.3%

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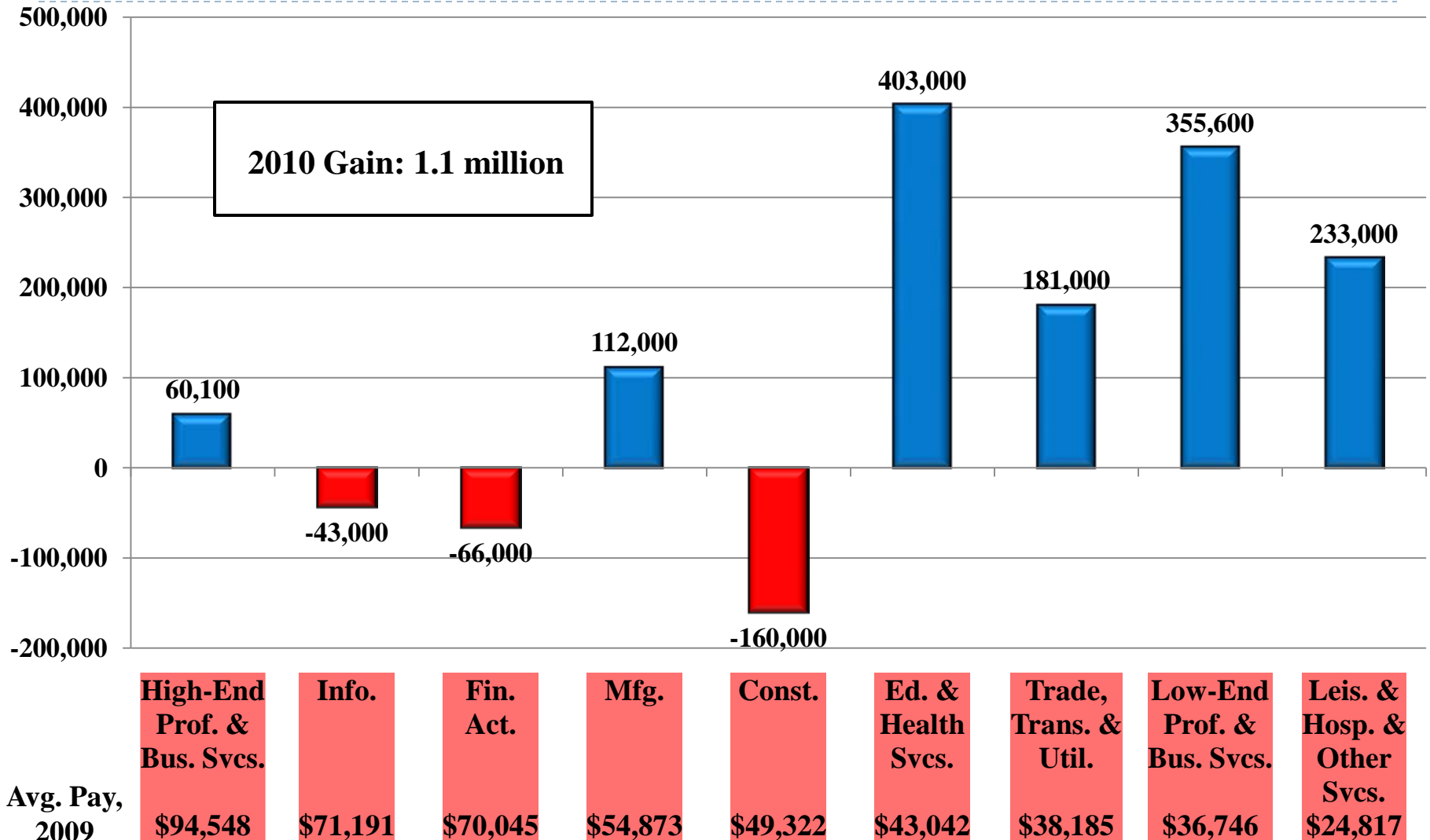
► *Source:* New Jersey Department of Labor and Workforce Development.

# U.S. Private-Sector Employment Change 2010



► Source: U.S. Bureau of Labor Statistics.

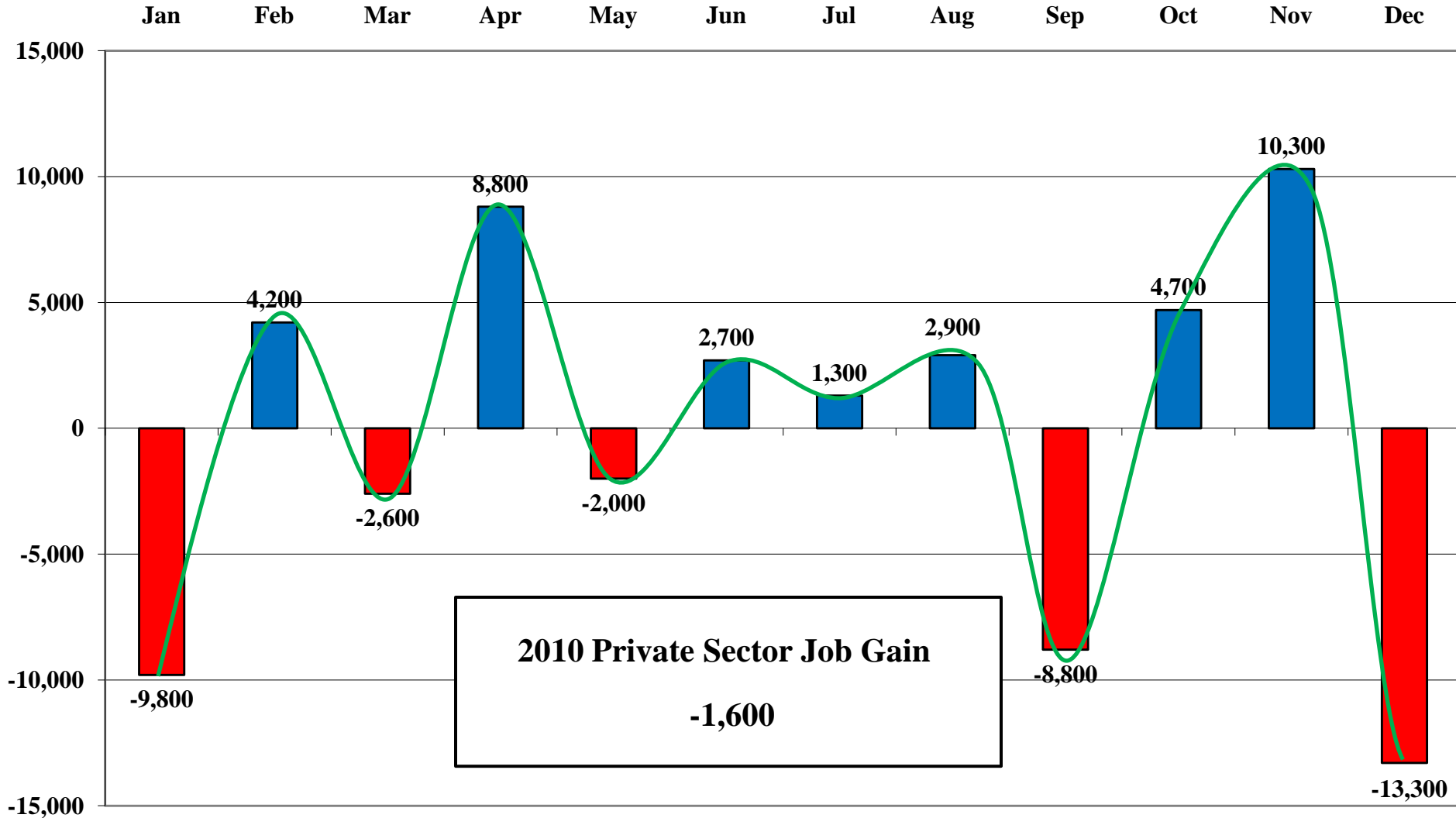
# U.S. Employment Change by Industry, 2010



▶ Source: U.S. Bureau of Labor Statistics.

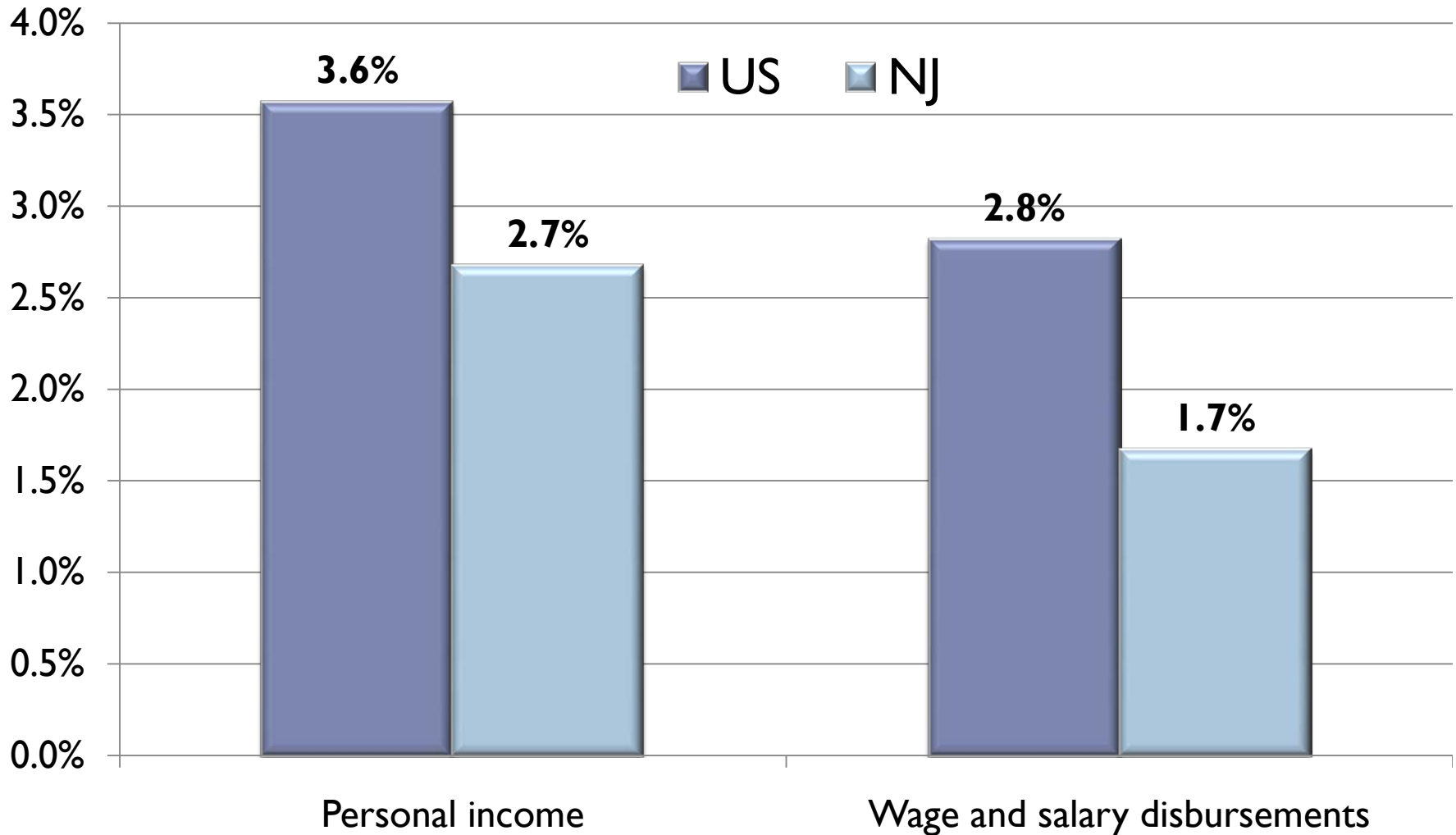


# New Jersey Private Sector Employment Change 2010



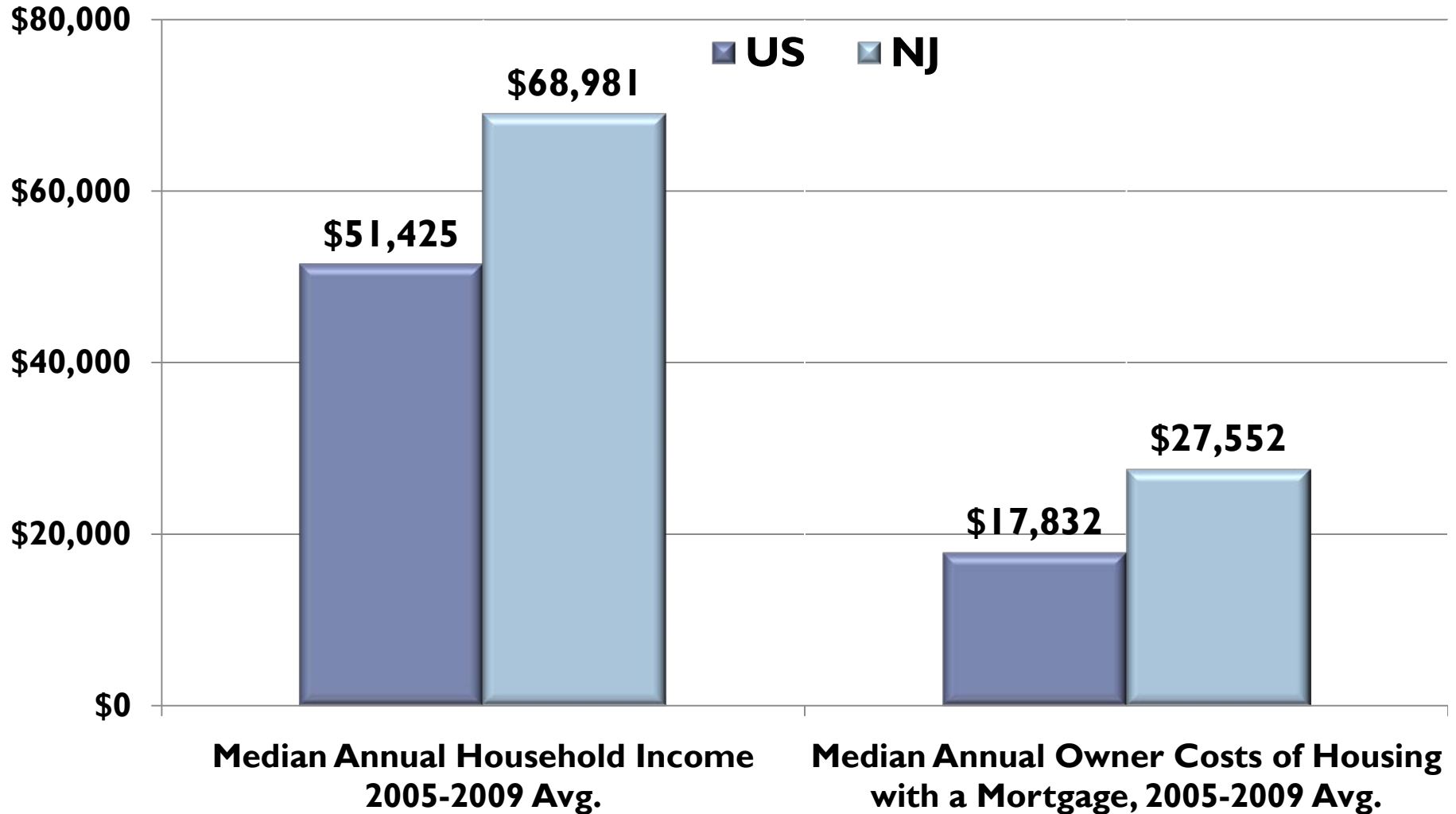
▶ Source: New Jersey Department of Labor and Workforce Development.

# Personal Income and Wage & Salary Growth 3Q 2009 – 3Q 2010



▶ Source: U.S. Bureau of Economic Analysis.

# Income and Housing Costs: New Jersey vs. U.S.



▶ Source: U.S. Census Bureau – American Community Survey 2005-2009; U.S. Bureau of Economic Analysis.