Technicalinformation:

Media contact:
(202) 691-6378
http://www.bls.gov/cps/
691-5902

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## EMPLOYMENT AND UNEMPLOYMENT AMONG YOUTH—SUMMER 2006

From April to July, the number of employed youth 16 to 24 years old increased by 2.5 million to 21.9 million, the Bureau of Labor Statistics of the U.S. Department of Labor reported today. July is the traditional summertime peak for youth employment. This summer's increase in youth employment was slightly lower than last year's 2.7 million increase. Unemployment among youth increased by 658,000 between April and July, a much larger rise than in the prior year but about the same as in 2003 and 2004. (Because this analysis focuses on the seasonal changes in youth employment and unemployment that occur every spring and summer, the data are not seasonally adjusted.)

## Labor Force

The youth labor force—16- to 24-year-olds working or actively looking for work—grows sharply between April and July each year. During these months, large numbers of high school and college students take or search for summer jobs, and many graduates enter the labor market to look for or begin permanent employment. This summer, the youth labor force grew by 3.2 million to a total of 24.7 million in July. (See table 1.)

The labor force participation rate for youth - the proportion of their population working or looking for work—was 66.7 percent in July. This was essentially unchanged from a year earlier ( 66.6 percent), but about 11 percentage points below its peak in 1989 ( 77.5 percent). Over the 1989-2006 period, the proportion of youth enrolled in school in July rose, and youth enrolled in school are much less likely than those not in school to be in the labor force.

The July 2006 labor force participation rates for 16- to 24 -year old women ( 63.6 percent) and men (69.7 percent) were unchanged over the year. For several decades prior to 1989, young men’s July labor force participation rate showed no clear trend, ranging from 81 to 86 percent. Since July 1989, however, their rate has declined by about 13 percentage points. Young women’s July labor force participation rate, which had plateaued during the 1980s and most of the 1990s after a long-term upward trend, has fallen by about 9 percentage points since 1989.

The July participation rates for whites (69.6 percent), blacks (57.7 percent), and Hispanics or Latinos (61.5 percent) showed little or no change over the year. For all three groups, labor force participation rates are about 10 percentage points lower than their peak levels in 1989. The rate for Asians ( 46.6 percent) declined over the year. (See table 2.)

## Employment

In July 2006, 21.9 million 16- to 24-year-olds were employed. The employment-population ratio for youth - the proportion of the 16- to 24-year-old civilian noninstitutional population that was employed-was 59.2 percent, about the same as in July 2005. The ratio has held fairly steady for the past three summers after falling by about 11 percentage points between July 1989 and July 2003. The employment-population ratios for young men ( 61.9 percent), women ( 56.5 percent), whites ( 63.3 percent), blacks ( 43.5 percent), Asians (42.8 percent), and Hispanics or Latinos (55.2 percent) were all little changed from a year earlier.

In July 2006, 22 percent of employed youth worked in the leisure and hospitality industry (which includes food services) and 21 percent worked in retail trade. In addition, nearly a third of employed youth worked in construction, education and health services, professional and business services, and government combined. (See table 3.)

## Unemployment

In July 2006, 2.8 million youth were unemployed. The youth unemployment rate-11.2 percent-was about the same as in July 2005. The July 2006 youth unemployment rates for men (11.2 percent), women (11.1 percent), whites ( 9.0 percent), blacks ( 24.7 percent), Asians ( 8.2 percent), and Hispanics or Latinos (10.4 percent), showed little change from a year earlier. (See table 2. )

## Technical Note

The estimates in this release were obtained from the Current Population Survey (CPS), a national sample survey of 60,000 households conducted monthly for the Bureau of Labor Statistics (BLS) by the U.S. Census Bureau. The data in this release relate to the employment status of youth (16- to 24-year-olds) during the months of April-July. This period was selected as being the most representative time frame in which to measure the full summertime transition from school to work. July is the peak summer month of youth employment.

Beginning in January 2006, data reflect revised population controls used in the CPS. For a discussion of the introduction of the revised population controls and the impact that their introduction had on the CPS data, see "Adjustments to Household Survey Population Estimates in January 2006" in the February 2006 issue of Employment and Earnings, available at http://www.bls.gov/cps/cps06adj.pdf on the BLS Web site.

Information in this release will be made available to sensory impaired individuals upon request. Voice phone: 202-691-5200; TDD message referral phone: 1-800-877-8339.

## Reliability

Statistics based on the CPS are subject to both sampling and nonsampling error. When a sample, rather than the entire population, is surveyed, there is a chance that the sample estimates may differ from the "true" population values they represent. The exact difference, or sampling error, varies depending upon the particular sample selected, and this variability is measured by the standard error of the estimate. There is about a 90-percent chance, or level of confidence, that an estimate based on a sample will differ by no more than 1.6 standard errors from the "true" population value because of sampling error. BLS analyses are generally conducted at the 90-percent level of confidence.

The CPS data also are affected by nonsampling error. Nonsampling error can occur for many reasons, including the failure to sample a segment of the population, inability to obtain information for all respondents in the sample, inability or unwillingness of respondents to provide correct information, and errors made in the collection or processing of the data.

For a full discussion of the reliability of data from the CPS and information on estimating standard errors, see the
"Explanatory Notes and Estimates of Error" section of Employment and Earnings.

## Definitions

The principal definitions used in this release are described briefly below.

Employed persons are (a) all those who, during the survey reference week, did any work at all as paid employees, worked in their own business, profession, or on their own farm, or who worked 15 hours or more as unpaid workers in a family-operated enterprise; and (b) all those who did not work but had jobs or businesses from which they were temporarily absent due to illness, bad weather, vacation, child-care problems, labor disputes or personal reasons, whether or not they were paid by their employers for the time off and whether or not they were seeking other jobs.

Unemployed persons are all persons who had no employment during the reference week, were available for work, except for temporary illness, and had made specific efforts to find employment sometime during the 4 weeks preceding the survey. Persons who were waiting to be recalled to a job from which they had been laid off need not have been looking for work to be classified as unemployed.

Civilian labor force comprises all persons classified as employed or unemployed.

Unemployment rate represents the number of unemployed persons as a percent of the civilian labor force.

Not in the labor force includes all persons who are not classified as employed or unemployed.

Industry and class of worker for the employed relate to the job held in the survey reference week. Persons with two or more jobs are classified in the job at which they worked the greatest number of hours. In terms of class-of-worker categories, wage and salary workers are those who receive wages, salaries, commissions, tips, or pay-in-kind from a private employer or from a government unit; self-employed persons are those who work for profit or fees in their own business, profession, or trade, or operate a farm; and unpaid family workers are persons working without pay for 15 hours a week or more in an enterprise operated by a member of their family.

Table 1. Employment status of the civilian noninstitutional population 16 to 24 years of age by sex, race, and Hispanic or Latino ethnicity, April-July 2006
(Numbers in thousands. Data are not seasonally adjusted.)

| Employment status, sex, race, and Hispanic or Latino ethnicity | April | May | June | July | April-July changes ${ }^{1}$ |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  |  | Number | Percent |
| TOTAL |  |  |  |  |  |  |
| Civilian noninstitutional population | 36,854 | 36,897 | 36,943 | 36,989 | 135 | . 4 |
| Civilian labor force | 21,498 | 22,023 | 24,128 | 24,664 | 3,166 | 14.7 |
| Participation rate | 58.3 | 59.7 | 65.3 | 66.7 | 8.3 | 14.3 |
| Employed ............. | 19,406 | 19,769 | 21,268 | 21,914 | 2,508 | 12.9 |
| Employment-population ratio | 52.7 | 53.6 | 57.6 | 59.2 | 6.6 | 12.5 |
| Unemployed | 2,092 | 2,254 | 2,860 | 2,750 | 658 | 31.5 |
| Looking for full-time work | 1,432 | 1,575 | 2,044 | 2,028 | 596 | 41.6 |
| Looking for part-time work | 660 | 679 | 817 | 722 | 62 | 9.4 |
| Unemployment rate | 9.7 | 10.2 | 11.9 | 11.2 | 1.4 | 14.6 |
| Not in labor force | 15,356 | 14,874 | 12,815 | 12,324 | -3,031 | -19.7 |
| Men |  |  |  |  |  |  |
| Civilian noninstitutional population | 18,603 | 18,626 | 18,651 | 18,675 | 71 | . 4 |
| Civilian labor force | 11,308 | 11,649 | 12,771 | 13,024 | 1,716 | 15.2 |
| Participation rate | 60.8 | 62.5 | 68.5 | 69.7 | 9.0 | 14.7 |
| Employed | 10,093 | 10,324 | 11,225 | 11,568 | 1,475 | 14.6 |
| Employment-population ratio | 54.3 | 55.4 | 60.2 | 61.9 | 7.7 | 14.2 |
| Unemployed | 1,215 | 1,324 | 1,546 | 1,456 | 240 | 19.8 |
| Looking for full-time work | 865 | 1,007 | 1,172 | 1,152 | 288 | 33.3 |
| Looking for part-time work | 351 | 317 | 374 | 303 | -47 | -13.5 |
| Unemployment rate | 10.7 | 11.4 | 12.1 | 11.2 | . 4 | 4.0 |
| Not in labor force | 7,295 | 6,978 | 5,879 | 5,651 | -1,644 | -22.5 |
| Women |  |  |  |  |  |  |
| Civilian noninstitutional population | 18,250 | 18,271 | 18,293 | 18,314 | 64 | . 4 |
| Civilian labor force | 10,190 | 10,375 | 11,357 | 11,641 | 1,451 | 14.2 |
| Participation rate | 55.8 | 56.8 | 62.1 | 63.6 | 7.7 | 13.8 |
| Employed | 9,313 | 9,445 | 10,043 | 10,346 | 1,033 | 11.1 |
| Employment-population ratio | 51.0 | 51.7 | 54.9 | 56.5 | 5.5 | 10.7 |
| Unemployed | 877 | 930 | 1,314 | 1,295 | 418 | 47.7 |
| Looking for full-time work | 567 | 568 | 871 | 876 | 308 | 54.3 |
| Looking for part-time work | 309 | 361 | 443 | 419 | 109 | 35.4 |
| Unemployment rate | 8.6 | 9.0 | 11.6 | 11.1 | 2.5 | 29.3 |
| Not in labor force | 8,060 | 7,896 | 6,936 | 6,673 | -1,387 | -17.2 |
| White |  |  |  |  |  |  |
| Civilian noninstitutional population | 28,647 | 28,675 | 28,706 | 28,736 | 90 | . 3 |
| Civilian labor force | 17,424 | 17,801 | 19,596 | 20,002 | 2,578 | 14.8 |
| Participation rate | 60.8 | 62.1 | 68.3 | 69.6 | 8.8 | 14.4 |
| Employed | 16,009 | 16,204 | 17,584 | 18,193 | 2,185 | 13.6 |
| Employment-population ratio | 55.9 | 56.5 | 61.3 | 63.3 | 7.4 | 13.3 |
| Unemployed | 1,415 | 1,596 | 2,012 | 1,808 | 393 | 27.8 |
| Looking for full-time work | 917 | 1,063 | 1,413 | 1,289 | 371 | 40.5 |
| Looking for part-time work | 498 | 533 | 599 | 520 | 22 | 4.3 |
| Unemployment rate | 8.1 | 9.0 | 10.3 | 9.0 | . 9 | 11.3 |
| Not in labor force | 11,223 | 10,875 | 9,110 | 8,735 | -2,488 | -22.2 |
| Black or African American |  |  |  |  |  |  |
| Civilian noninstitutional population | 5,393 | 5,404 | 5,415 | 5,426 | 33 | . 6 |
| Civilian labor force | 2,733 | 2,854 | 3,006 | 3,133 | 400 | 14.6 |
| Participation rate | 50.7 | 52.8 | 55.5 | 57.7 | 7.1 | 14.0 |
| Employed . | 2,208 | 2,332 | 2,357 | 2,361 | 153 | 6.9 |
| Employment-population ratio | 40.9 | 43.2 | 43.5 | 43.5 | 2.6 | 6.3 |
| Unemployed | 525 | 522 | 649 | 772 | 247 | 47.1 |
| Looking for full-time work | 409 | 418 | 483 | 617 | 208 | 50.8 |
| Looking for part-time work | 116 | 104 | 166 | 155 | 39 | 33.9 |
| Unemployment rate | 19.2 | 18.3 | 21.6 | 24.7 | 5.4 | 28.3 |
| Not in labor force | 2,660 | 2,550 | 2,408 | 2,293 | -368 | -13.8 |

See footnotes at end of table.

Table 1. Employment status of the civilian noninstitutional population 16 to 24 years of age by sex, race, and Hispanic or Latino ethnicity, April-July 2006 - Continued
(Numbers in thousands. Data are not seasonally adjusted.)

| Employment status, sex, race, and Hispanic or Latino ethnicity | April | May | June | July | April-July changes ${ }^{1}$ |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  |  | Number | Percent |
| Asian |  |  |  |  |  |  |
| Civilian noninstitutional population | 1,463 | 1,475 | 1,474 | 1,474 | 11 | . 8 |
| Civilian labor force | 602 | 619 | 678 | 687 | 86 | 14.2 |
| Participation rate | 41.1 | 42.0 | 46.0 | 46.6 | 5.5 | 13.4 |
| Employed ........... | 562 | 581 | 601 | 631 | 69 | 12.3 |
| Employment-population ratio | 38.4 | 39.4 | 40.7 | 42.8 | 4.4 | 11.5 |
| Unemployed | 40 | 38 | 78 | 56 | 16 | 41.4 |
| Looking for full-time work | 31 | 25 | 58 | 33 | 2 | 6.3 |
| Looking for part-time work | 9 | 13 | 20 | 23 | 15 | 169.5 |
| Unemployment rate | 6.6 | 6.1 | 11.5 | 8.2 | 1.6 | 23.8 |
| Not in labor force .......... | 861 | 856 | 796 | 787 | -75 | -8.7 |
| Hispanic or Latino ethnicity |  |  |  |  |  |  |
| Civilian noninstitutional population | 6,372 | 6,383 | 6,394 | 6,406 | 34 | . 5 |
| Civilian labor force | 3,664 | 3,712 | 3,854 | 3,943 | 279 | 7.6 |
| Participation rate | 57.5 | 58.1 | 60.3 | 61.5 | 4.0 | 7.0 |
| Employed ............... | 3,339 | 3,386 | 3,414 | 3,534 | 195 | 5.8 |
| Employment-population ratio | 52.4 | 53.0 | 53.4 | 55.2 | 2.8 | 5.3 |
| Unemployed | 325 | 326 | 440 | 409 | 84 | 25.8 |
| Looking for full-time work. | 229 | 239 | 331 | 287 | 58 | 25.3 |
| Looking for part-time work | 96 | 87 | 109 | 122 | 26 | 27.1 |
| Unemployment rate | 8.9 | 8.8 | 11.4 | 10.4 | 1.5 | 16.9 |
| Not in labor force .......... | 2,708 | 2,671 | 2,540 | 2,463 | -245 | -9.0 |

1 Changes are calculated using unrounded data.
NOTE: Estimates for the above race groups (white, black or African American, and Asian) do not sum to totals because data are not presented for all races. In addition, persons whose ethnicity is identified
as Hispanic or Latino may be of any race and, therefore, are classified by ethnicity as well as by race. Data reflect revised population controls introduced in January 2006.

Table 2. Employment status of the civilian noninstitutional population 16 to 24 years of age by sex, race, and Hispanic or Latino ethnicity, July 2003-2006
(Numbers in thousands. Data are not seasonally adjusted.)

| Employment status, sex, race, and Hispanic or Latino ethnicity | 2003 | 2004 | 2005 | 2006 |
| :---: | :---: | :---: | :---: | :---: |
| TOTAL |  |  |  |  |
| Civilian noninstitutional population | 35,905 | 36,415 | 36,681 | 36,989 |
| Civilian labor force ............... | 24,150 | 24,465 | 24,436 | 24,664 |
| Participation rate | 67.3 | 67.2 | 66.6 | 66.7 |
| Employed | 20,950 | 21,447 | 21,749 | 21,914 |
| Employment-population ratio | 58.3 | 58.9 | 59.3 | 59.2 |
| Unemployed | 3,200 | 3,018 | 2,688 | 2,750 |
| Looking for full-time work | 2,448 | 2,212 | 1,916 | 2,028 |
| Looking for part-time work | 753 | 806 | 771 | 722 |
| Unemployment rate | 13.3 | 12.3 | 11.0 | 11.2 |
| Not in labor force | 11,755 | 11,950 | 12,244 | 12,324 |
| Men |  |  |  |  |
| Civilian noninstitutional population | 18,042 | 18,356 | 18,501 | 18,675 |
| Civilian labor force | 12,635 | 12,925 | 12,871 | 13,024 |
| Participation rate | 70.0 | 70.4 | 69.6 | 69.7 |
| Employed ........... | 10,838 | 11,373 | 11,393 | 11,568 |
| Employment-population ratio | 60.1 | 62.0 | 61.6 | 61.9 |
| Unemployed | 1,796 | 1,552 | 1,478 | 1,456 |
| Looking for full-time work | 1,416 | 1,176 | 1,077 | 1,152 |
| Looking for part-time work | 381 | 377 | 401 | 303 |
| Unemployment rate | 14.2 | 12.0 | 11.5 | 11.2 |
| Not in labor force ......... | 5,407 | 5,431 | 5,630 | 5,651 |
| Women |  |  |  |  |
| Civilian noninstitutional population | 17,863 | 18,059 | 18,180 | 18,314 |
| Civilian labor force | 11,516 | 11,540 | 11,566 | 11,641 |
| Participation rate | 64.5 | 63.9 | 63.6 | 63.6 |
| Employed | 10,112 | 10,074 | 10,356 | 10,346 |
| Employment-population ratio | 56.6 | 55.8 | 57.0 | 56.5 |
| Unemployed ..... | 1,404 | 1,465 | 1,209 | 1,295 |
| Looking for full-time work | 1,032 | 1,036 | 839 | 876 |
| Looking for part-time work | 372 | 429 | 370 | 419 |
| Unemployment rate | 12.2 | 12.7 | 10.5 | 11.1 |
| Not in labor force ......... | 6,348 | 6,519 | 6,614 | 6,673 |
| White |  |  |  |  |
| Civilian noninstitutional population | 28,066 | 28,410 | 28,566 | 28,736 |
| Civilian labor force | 19,749 | 19,859 | 19,712 | 20,002 |
| Participation rate ........ | 70.4 | 69.9 | 69.0 | 69.6 |
| Employed | 17,566 | 17,848 | 17,944 | 18,193 |
| Employment-population ratio | 62.6 | 62.8 | 62.8 | 63.3 |
| Unemployed | 2,182 | 2,011 | 1,768 | 1,808 |
| Looking for full-time work | 1,611 | 1,406 | 1,234 | 1,289 |
| Looking for part-time work | 571 | 605 | 533 | 520 |
| Unemployment rate ........ | 11.1 | 10.1 | 9.0 | 9.0 |
| Not in labor force | 8,317 | 8,551 | 8,854 | 8,735 |
| Black or African American |  |  |  |  |
| Civilian noninstitutional population ................................................................ | 5,159 | 5,245 | 5,317 | 5,426 |
| Civilian labor force | 2,930 | 3,029 | 3,097 | 3,133 |
| Participation rate | 56.8 | 57.7 | 58.3 | 57.7 |
| Employed | 2,150 | 2,224 | 2,378 | 2,361 |
| Employment-population ratio ............................................................... | 41.7 | 42.4 | 44.7 | 43.5 |
| Unemployed .................. | 780 | 804 | 719 | 772 |
| Looking for full-time work | 655 | 666 | 544 | 617 |
| Looking for part-time work ................................................................... | 125 | 138 | 176 | 155 |
| Unemployment rate ............................................................................. | 26.6 | 26.6 | 23.2 | 24.7 |
| Not in labor force | 2,229 | 2,216 | 2,220 | 2,293 |

See footnotes at end of table.

Table 2. Employment status of the civilian noninstitutional population 16 to 24 years of age by sex, race, and Hispanic or Latino ethnicity, July 2003-2006 - Continued
(Numbers in thousands. Data are not seasonally adjusted.)

| Employment status, sex, race, and <br> Hispanic or Latino ethnicity | 2003 | 2004 | 2005 | 2006 |
| ---: | ---: | ---: | ---: | ---: |
| Asian |  |  |  |  |

NOTE: Estimates for the above race groups (white, black or African American, and Asian) do not sum to totals because data are not presented for all races. In addition, persons whose ethnicity is identified as Hispanic or Latino may be of any race and, therefore,
are classified by ethnicity as well as by race. Data for 2003-2006 reflect revised population controls introduced each January of 2003-2006.

Table 3. Employed persons 16 to 24 years of age by industry, class of worker, race, and Hispanic or Latino ethnicity, July 2005-2006
(Numbers in thousands. Data are not seasonally adjusted.)

| Industry and class of worker | Total |  | White |  | Black or African American |  | Asian |  | Hispanic or Latino ethnicity |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | 2005 | 2006 | 2005 | 2006 | 2005 | 2006 | 2005 | 2006 | 2005 | 2006 |
| Total employed ............................................... | 21,749 | 21,914 | 17,944 | 18,193 | 2,378 | 2,361 | 699 | 631 | 3,428 | 3,534 |
| Agriculture and related industries | 341 | 411 | 320 | 395 | 11 | 9 | - | - | 80 | 116 |
| Nonagricultural industries | 21,407 | 21,503 | 17,624 | 17,798 | 2,367 | 2,352 | 699 | 631 | 3,347 | 3,418 |
| Private wage and salary workers | 19,410 | 19,513 | 16,066 | 16,218 | 2,066 | 2,086 | 642 | 580 | 3,102 | 3,146 |
| Mining .... | 57 | 67 | 43 | 62 | 11 | - | 2 | 1 | 19 | 20 |
| Construction | 1,551 | 1,704 | 1,406 | 1,558 | 91 | 100 | 7 | 8 | 453 | 512 |
| Manufacturing | 1,423 | 1,392 | 1,166 | 1,173 | 171 | 142 | 27 | 26 | 298 | 302 |
| Durable goods | 853 | 862 | 736 | 729 | 70 | 72 | 14 | 24 | 179 | 153 |
| Nondurable goods | 570 | 530 | 429 | 444 | 100 | 70 | 14 | 2 | 119 | 149 |
| Wholesale trade | 414 | 371 | 342 | 335 | 33 | 19 | 19 | 3 | 71 | 73 |
| Retail trade | 4,384 | 4,548 | 3,590 | 3,678 | 498 | 565 | 138 | 156 | 564 | 562 |
| Transportation and utilities .......................... | 510 | 440 | 412 | 347 | 68 | 75 | 5 | 6 | 70 | 71 |
| Information ................................................ | 422 | 410 | 333 | 316 | 61 | 63 | 15 | 14 | 49 | 42 |
| Financial activities | 1,142 | 959 | 954 | 740 | 96 | 129 | 59 | 51 | 210 | 114 |
| Professional and business services | 1,563 | 1,489 | 1,245 | 1,250 | 215 | 161 | 62 | 35 | 262 | 268 |
| Education and health services | 2,072 | 2,098 | 1,646 | 1,611 | 295 | 311 | 91 | 92 | 229 | 216 |
| Leisure and hospitality | 4,770 | 4,909 | 3,979 | 4,130 | 455 | 474 | 167 | 155 | 694 | 785 |
| Other services .......................................... | 1,103 | 1,127 | 951 | 1,018 | 72 | 48 | 50 | 32 | 183 | 181 |
| Government | 1,577 | 1,516 | 1,186 | 1,179 | 286 | 232 | 37 | 41 | 159 | 192 |
| Federal ................................................... | 230 | 198 | 166 | 133 | 49 | 43 | 5 | 6 | 19 | 25 |
| State | 470 | 462 | 342 | 354 | 97 | 60 | 27 | 20 | 37 | 49 |
| Local | 877 | 856 | 678 | 693 | 140 | 129 | 5 | 14 | 103 | 118 |
| Self-employed and unpaid family workers ........ | 420 | 474 | 372 | 401 | 15 | 34 | 20 | 11 | 87 | 81 |

## - Dash represents or rounds to zero.

NOTE: Estimates for the above race groups (white, black or African American, and Asian) do not sum to totals because data are not presented for all races. In addition, persons whose ethnicity is identified as Hispanic or

Latino may be of any race and, therefore, are classified by ethnicity as well as by race. Data for 2005 and 2006 reflect revised population controls introduced in January 2005 and January 2006.

