

Bureau of Labor Statistics

Washington, D.C. 20212

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http://www.bls.gov/cps/

USDL 06-1497

For release: 10:00 A.M. EDT

Media contact: 691-5902 Friday, August 25, 2006

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

Employment status, sex, race, and	April	May	June	July	April-July changes ¹		
Hispanic or Latino ethnicity	Ahiii	iviay	Julie	July	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		19,769	21,268	21,914	2,508	12.9	
Employment-population ratio		53.6	57.6	59.2	6.6	12.5	
UnemployedLooking for full-time work		2,254 1,575	2,860 2,044	2,750 2,028	658 596	31.5 41.6	
Looking for part-time work	,	679	2,0 44 817	722	62	9.4	
Unemployment rate		10.2	11.9	11.2	1.4	14.6	
Not in labor force		14,874	12,815	12,324	-3,031	-19.7	
Men							
Civilian popinatitutional population	19 603	10 606	10 651	10 675	71		
Civilian noninstitutional population Civilian labor force		18,626 11,649	18,651 12,771	18,675 13,024	71 1,716	.4 15.2	
Participation rate		62.5	68.5	69.7	9.0	14.7	
Employed		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		1,324	1,546	1,456	240	19.8	
Looking for full-time work		1,007	1,172	1,152	288	33.3	
Looking for part-time work Unemployment rate		317 11.4	374 12.1	303 11.2	-47 .4	-13.5 4.0	
Not in labor force		6,978	5,879	5,651	-1,644	-22.5	
Women	,	2,012	2,212	-,	1,011		
	40.050	40.074	40.000	10.011	0.4		
Civilian noninstitutional population Civilian labor force		18,271 10,375	18,293 11,357	18,314 11,641	64 1,451	.4 14.2	
Participation rate		56.8	62.1	63.6	7.7	13.8	
Employed		9,445	10,043	10,346	1,033	11.1	
Employment-population ratio		51.7	54.9	56.5	5.5	10.7	
Unemployed		930	1,314	1,295	418	47.7	
Looking for full-time work		568	871	876	308	54.3	
Looking for part-time work		361 9.0	443 11.6	419 11.1	109 2.5	35.4 29.3	
Not in labor force		7,896	6,936	6,673	-1,387	-17.2	
	0,000	7,000	0,550	0,070	1,507	17.2	
White							
Civilian noninstitutional population		28,675	28,706	28,736	90	.3	
Civilian labor force		17,801 62.1	19,596 68.3	20,002 69.6	2,578 8.8	14.8 14.4	
Employed		16,204	17,584	18,193	2,185	13.6	
Employment-population ratio	,	56.5	61.3	63.3	7.4	13.3	
Unemployed	,	1,596	2,012	1,808	393	27.8	
Looking for full-time work		1,063	1,413	1,289	371	40.5	
Looking for part-time work		533	599	520	22	4.3	
Unemployment rate		9.0 10,875	10.3 9,110	9.0 8,735	.9 -2,488	11.3 -22.2	
Black or African American		.,.	,	-,	,		
Civilian noninstitutional population	5,393	5,404	5,415	5,426	33	.6	
Civilian labor force		2,854	3,006	3,133	400	14.6	
Participation rate		52.8	55.5	57.7	7.1	14.0	
Employed	,	2,332	2,357	2,361	153	6.9	
Employment-population ratio		43.2	43.5	43.5	2.6	6.3	
Unemployed		522	649	772 617	247	47.1	
Looking for full-time work		418 104	483 166	617 155	208	50.8 33.9	
Looking for part-time work		18.3	21.6	24.7	5.4	28.3	

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

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

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		70.4	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				
ivilian 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		55.8	57.0	56.5
Unemployed		1,465	1,209	1,295
Looking for full-time work		1,036	839	876
Looking for part-time work		429	370	419
Unemployment rate		12.7	10.5	11.1
Not in labor force	6,348	6,519	6,614	6,673
White				
ivilian noninstitutional population		28,410 19,859	28,566 19,712	28,736 20,002
Civilian labor forceParticipation rate		69.9	69.0	69.6
Employed		17.848	17,944	18,193
Employment-population ratio	· · · · · · · · · · · · · · · · · · ·	62.8	62.8	63.3
Unemployed		2,011	1,768	1,808
Looking for full-time work		1,406	1,700	1,289
Looking for part-time work	,	605	533	520
		10.1	9.0	9.0
• .			8,854	8,735
Unemployment rate		8,551		
Unemployment rate		8,551		
Unemployment rate Not in labor force Black or African American	8,317	,	5.317	5 426
Unemployment rate Not in labor force Black or African American ivilian noninstitutional population	8,317	5,245	5,317 3.097	5,426 3.133
Unemployment rate Not in labor force Black or African American ivilian noninstitutional population	8,317 5,159 2,930	5,245 3,029	3,097	3,133
Unemployment rate	8,317 5,159 2,930 56.8	5,245 3,029 57.7	3,097 58.3	3,133 57.7
Unemployment rate Not in labor force Black or African American ivilian noninstitutional population Civilian labor force Participation rate Employed	8,317 5,159 2,930 56.8 2,150	5,245 3,029 57.7 2,224	3,097 58.3 2,378	3,133 57.7 2,361
Unemployment rate	8,317 5,159 2,930 56.8 2,150 41.7	5,245 3,029 57.7 2,224 42.4	3,097 58.3 2,378 44.7	3,133 57.7 2,361 43.5
Unemployment rate	8,317 5,159 2,930 56.8 2,150 41.7 780	5,245 3,029 57.7 2,224 42.4 804	3,097 58.3 2,378 44.7 719	3,133 57.7 2,361 43.5 772
Unemployment rate Not in labor force Black or African American Sivilian noninstitutional population Civilian labor force Participation rate Employed Employment-population ratio Unemployed Looking for full-time work	8,317 5,159 2,930 56.8 2,150 41.7 780 655	5,245 3,029 57.7 2,224 42.4 804 666	3,097 58.3 2,378 44.7 719 544	3,133 57.7 2,361 43.5 772 617
Unemployment rate	5,159 2,930 56.8 2,150 41.7 780 655 125	5,245 3,029 57.7 2,224 42.4 804	3,097 58.3 2,378 44.7 719	3,133 57.7 2,361 43.5 772

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

Employment status, sex, race, and Hispanic or Latino ethnicity	2003	2004	2005	2006	
Asian					
Civilian noninstitutional population	1.464	1,503	1,497	1.474	
Civilian labor force	740	786	794	687	
Participation rate	50.5	52.3	53.1	46.6	
Employed	642	719	699	631	
Employment-population ratio	43.8	47.8	46.7	42.8	
Unemployed		68	95	56	
Looking for full-time work	63	46	58	33	
Looking for part-time work	34	22	38	23	
Unemployment rate	13.2	8.6	12.0	8.2	
Not in labor force	724	716	702	787	
Hispanic or Latino ethnicity					
Civilian noninstitutional population	6,079	6,275	6,335	6,406	
Civilian labor force	3,772	3,926	3,800	3,943	
Participation rate	62.0	62.6	60.0	61.5	
Employed	3,244	3,428	3,428	3,534	
Employment-population ratio	53.4	54.6	54.1	55.2	
Unemployed	528	498	372	409	
Looking for full-time work		373	292	287	
Looking for part-time work	121	125	80	122	
Unemployment rate	14.0	12.7	9.8	10.4	
Not in labor force	2,307	2,349	2,536	2,463	

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

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 Nonagricultural industries Private wage and salary workers Mining Construction Manufacturing Durable goods Nondurable goods Wholesale trade Retail trade Transportation and utilities Information Financial activities Professional and business services Education and health services Leisure and hospitality Other services Government	341 21,407 19,410 57 1,551 1,423 853 570 414 4,384 510 422 1,1563 2,072 4,770 1,103	411 21,503 19,513 67 1,704 1,392 862 530 371 4,548 440 410 959 1,489 2,098 4,909 1,127	320 17,624 16,066 43 1,406 1,166 736 429 342 3,590 412 333 954 1,245 1,646 3,979 951	395 17,798 16,218 62 1,558 1,173 729 444 335 3,678 347 316 740 1,250 1,611 4,130 1,018	11 2,367 2,066 11 91 171 70 100 33 498 68 61 96 215 295 455 72	9 2,352 2,086 - 100 142 72 70 19 565 75 63 129 161 311 474 48	- 699 642 2 7 27 14 14 19 138 5 15 59 62 91 167 50	- 631 580 1 8 26 24 2 3 156 6 14 51 35 92 155 32	80 3,347 3,102 19 453 298 179 119 71 564 70 49 210 262 229 694 183	116 3,418 3,146 20 512 302 153 149 73 562 71 42 114 268 216 785 181
Federal State Local	230 470 877	198 462 856	166 342 678	133 354 693	49 97 140	43 60 129	5 27 5	6 20 14	19 37 103	25 49 118
Self-employed and unpaid family workers	420	474	372	401	15	34	20	11	87	81

 $^{\rm -}$ 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.