



LAEDC

Monthly Economic Briefing

February 22, 2021

Join the Conversation!

 @LAEDC

 Facebook/LAEDC

 #LAEDCBriefing



Bill Allen

CEO
LAEDC

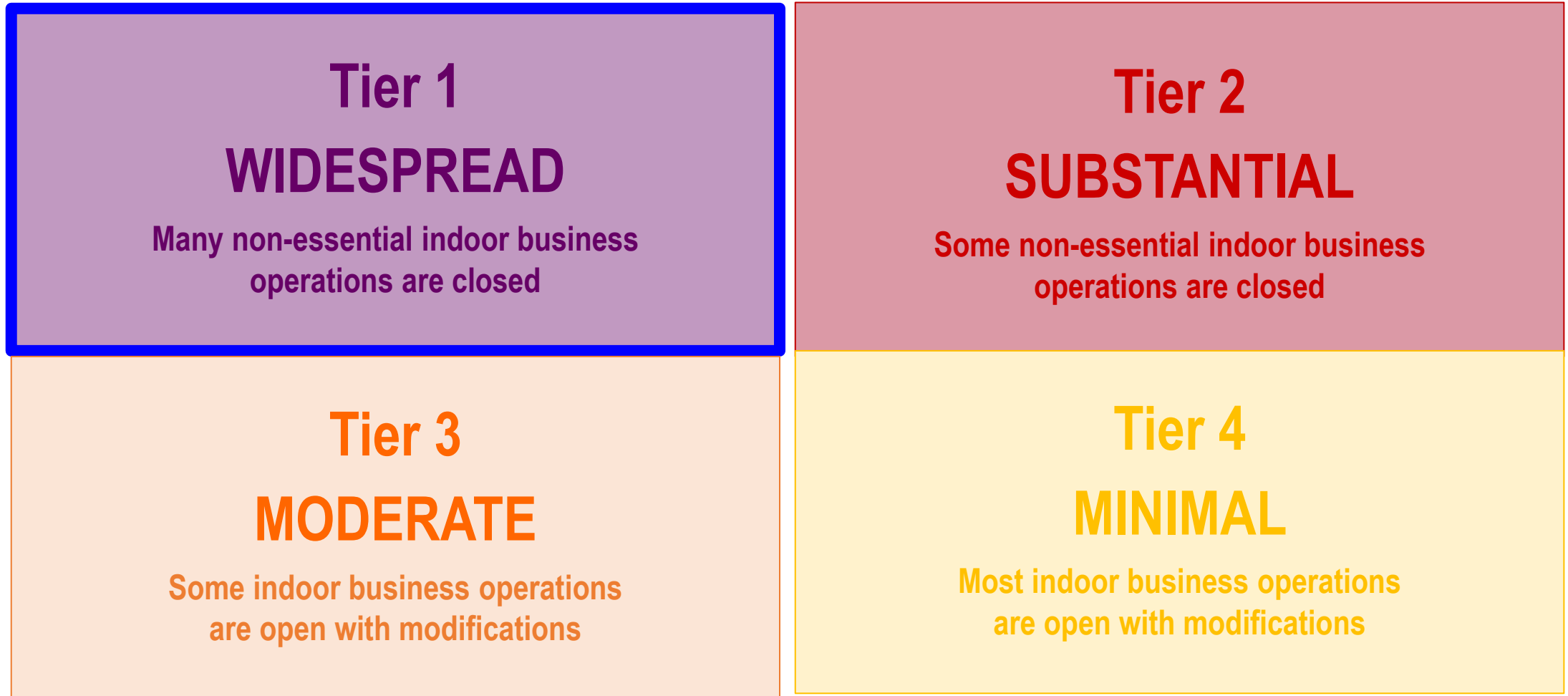


Shannon Sedgwick

DIRECTOR
INSTITUTE FOR APPLIED ECONOMICS

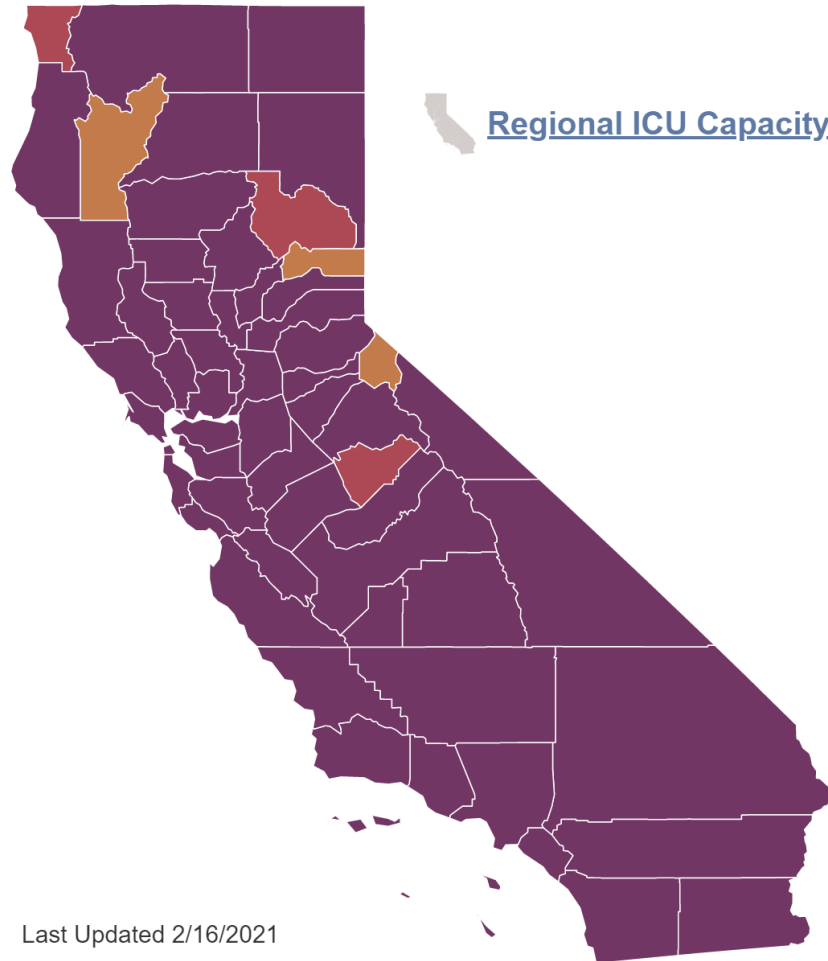
California Blueprint for a Safer Economy

The Four-Tier Reopening Plan...



California Blueprint for a Safer Economy

Current Tier Assignments as of February 16, 2021



STATEWIDE METRICS

24.2 New COVID-19 positive cases per day per 100K

6.5% Positivity rate (7-day average)

17.2% ICU availability

Regional ICU Capacity.

COUNTY RISK LEVELS

	Counties	Population	
Widespread	52	40,047,224	99.8%
Substantial	3	64,350	0.2%
Moderate	3	17,586	0.0%

Last Updated 2/16/2021

Source: California ALL



Confirmed COVID-19 Cases

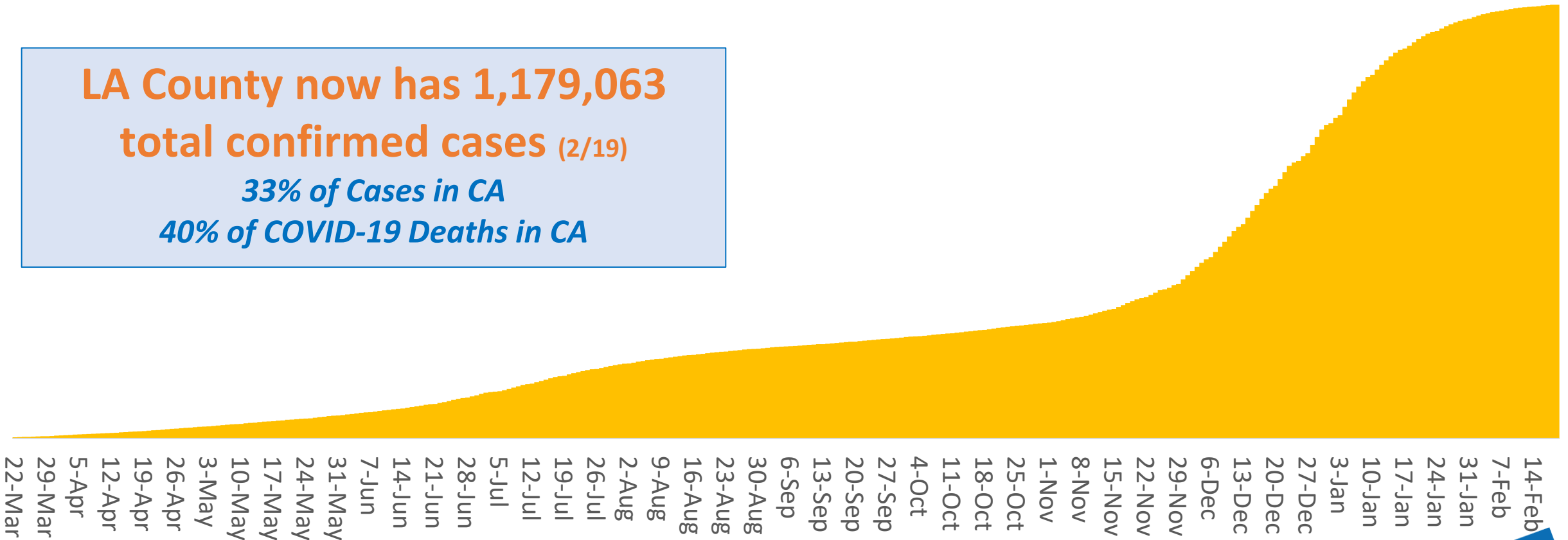
Total Cases Reported in LA County (2/19)

LA County now has 1,179,063

total confirmed cases (2/19)

33% of Cases in CA

40% of COVID-19 Deaths in CA

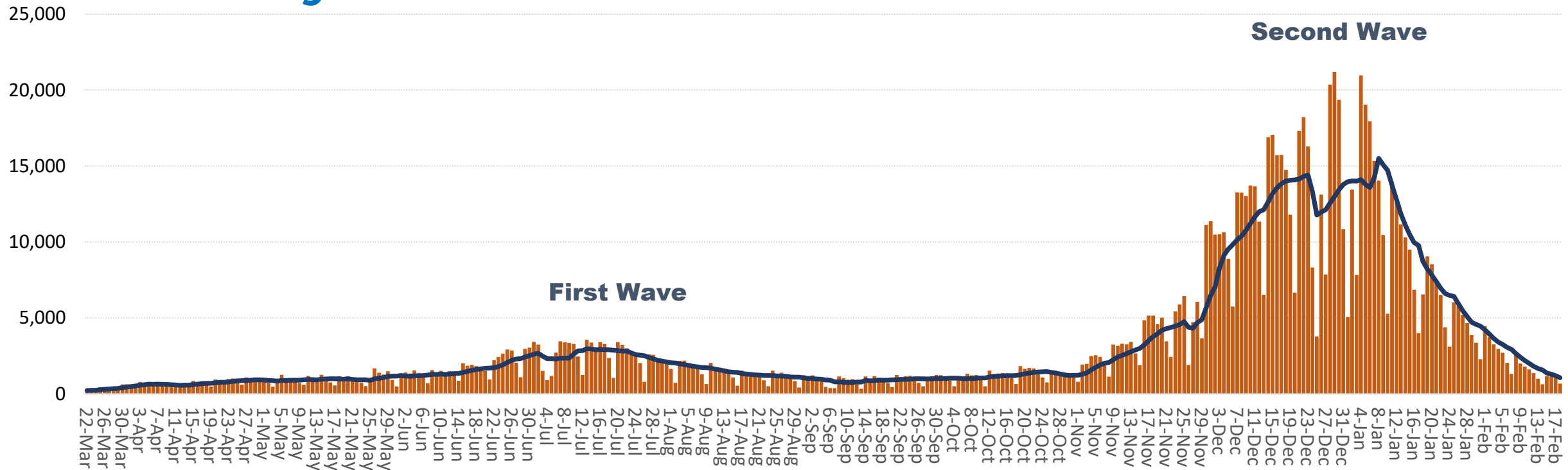


14-Feb
7-Feb
31-Jan
24-Jan
17-Jan
10-Jan
3-Jan
27-Dec
20-Dec
13-Dec
6-Dec
29-Nov
22-Nov
15-Nov
8-Nov
1-Nov
25-Oct
18-Oct
11-Oct
4-Oct
27-Sep
20-Sep
13-Sep
6-Sep
30-Aug
23-Aug
16-Aug
9-Aug
2-Aug
26-Jul
19-Jul
12-Jul
5-Jul
28-Jun
21-Jun
14-Jun
7-Jun
31-May
24-May
17-May
10-May
3-May
26-Apr
19-Apr
12-Apr
5-Apr
29-Mar
22-Mar

Source: LA County



New Daily Cases of COVID-19 in LA County (2/18)



Testing 7-Day Daily Average - Target: 15,000 Actual: 56,630-day average (2/13)

Testing Positivity Rate: 5.20% 7-day average (2/19)

Daily Deaths 7-Day Average – Target: No increase over past 14 days Actual: Down -38%

Daily Hospitalizations 3-Day Average – Target: No increase over past 14 days Actual: Down -47%

Current Hospitalizations: 3-Day Average: 2,751



Source: LA County

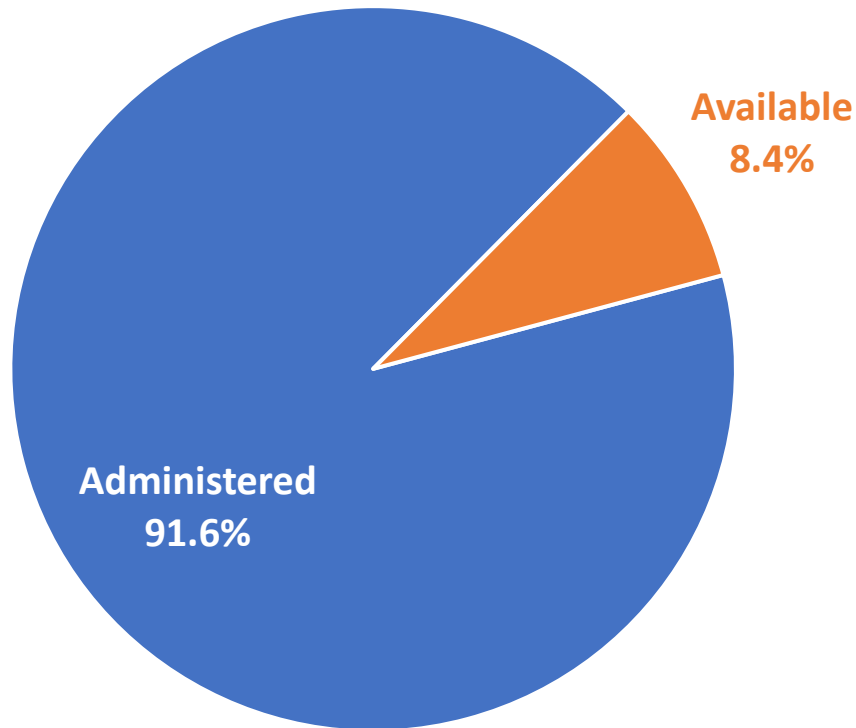
Vaccine Distribution in LA County (as of 2/14/21)

DOSES ADMINISTERED

AS OF 2/18/2021

1,676,900

Second Doses: 471,162



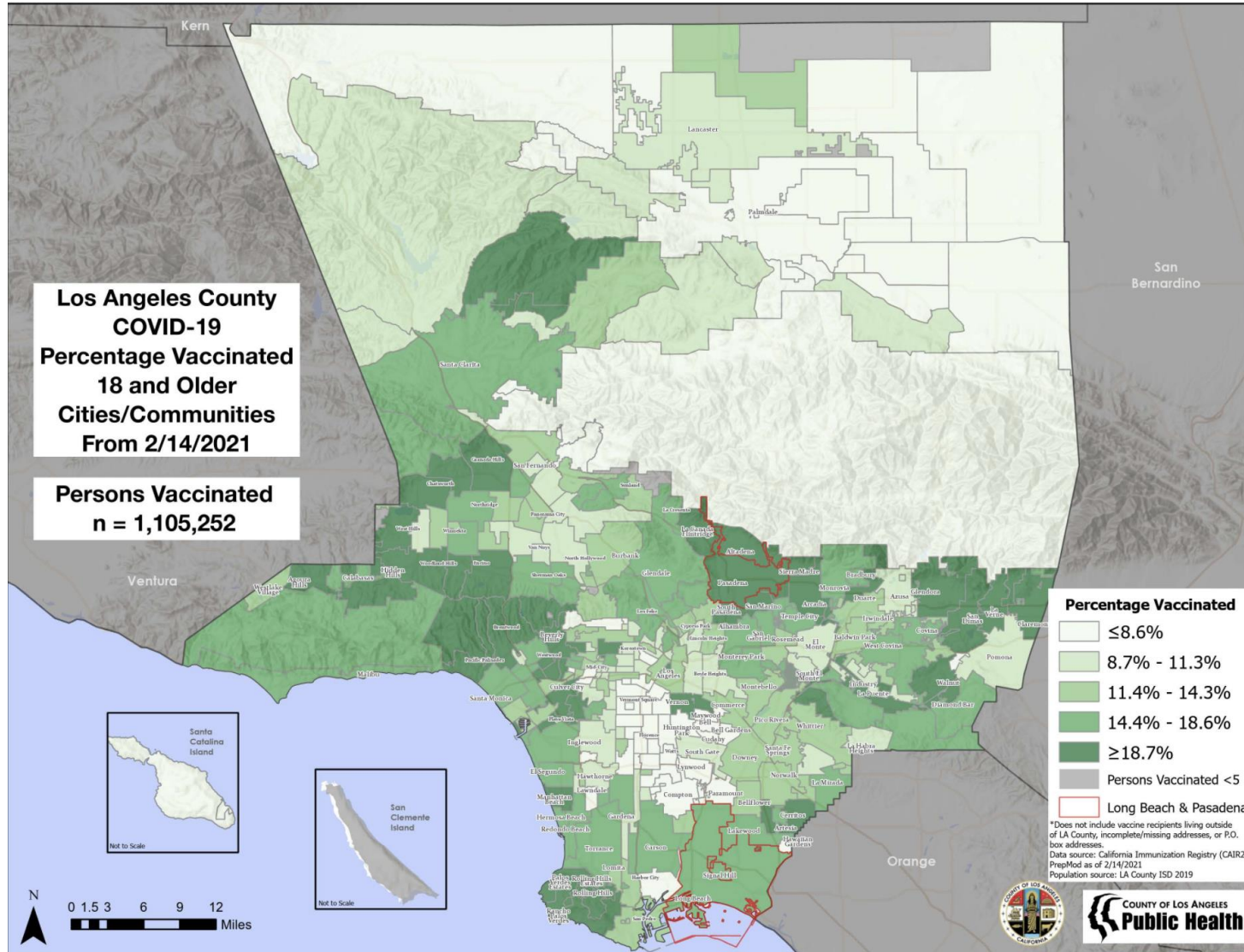
ACTIVELY VACCINATING	ESTIMATED TIMELINE FOR REST OF
PHASE 1A <ul style="list-style-type: none">• Healthcare Workers• Staff & Residents at Skilled Nursing Facilities• Staff & Residents at Long-Term Care Facilities	PHASE 1B March Tier 1 <ul style="list-style-type: none">• Education and Childcare• Emergency Services• Food and Agriculture
PHASE 1B Tier 1 <ul style="list-style-type: none">• LA County Residents 65 and Older	<p>The state has announced that it is changing its vaccine rollout strategy in California after completion of Phase 1B, Tier 1 (Education and Childcare, Emergency Services, Food and Agriculture). The state plans to transition to age-based eligibility, allowing California to scale up and down quickly, while ensuring vaccine goes to disproportionately impacted communities.</p>

Source: LA County Public Health

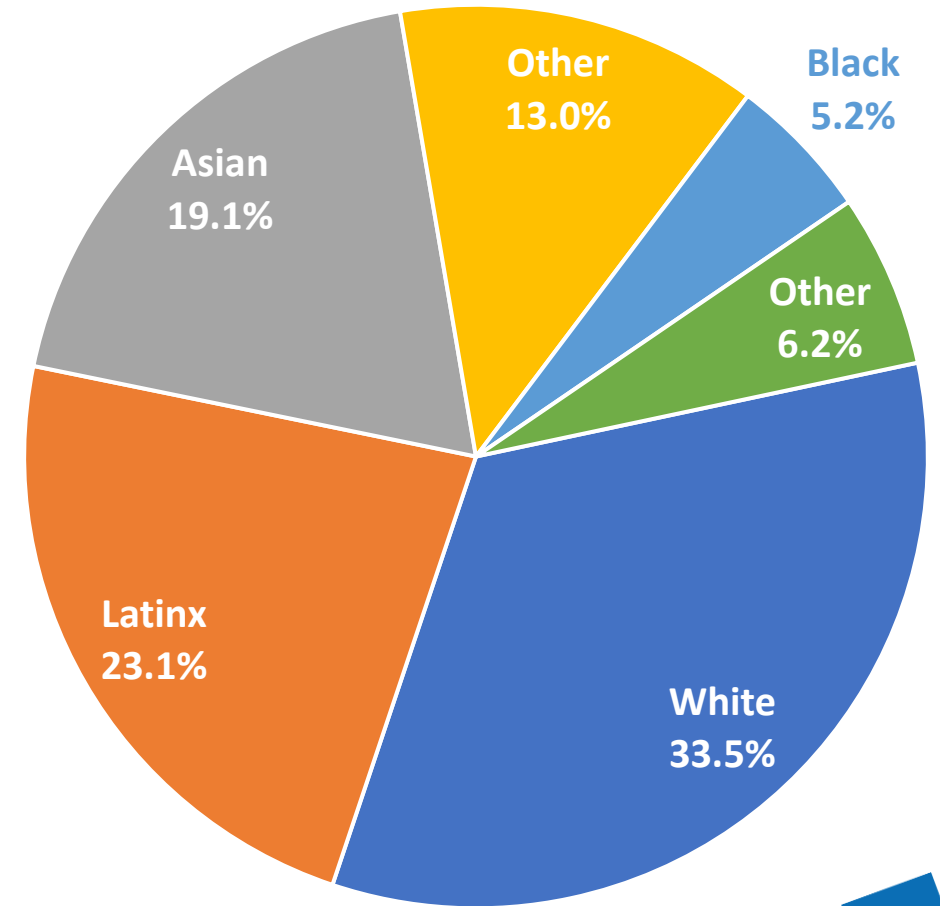


Vaccinations by Cities/Communities

PERCENTAGE VACCINATED 18 AND OLDER (as of 2/14/21)



Vaccine Distribution by Race/Ethnicity

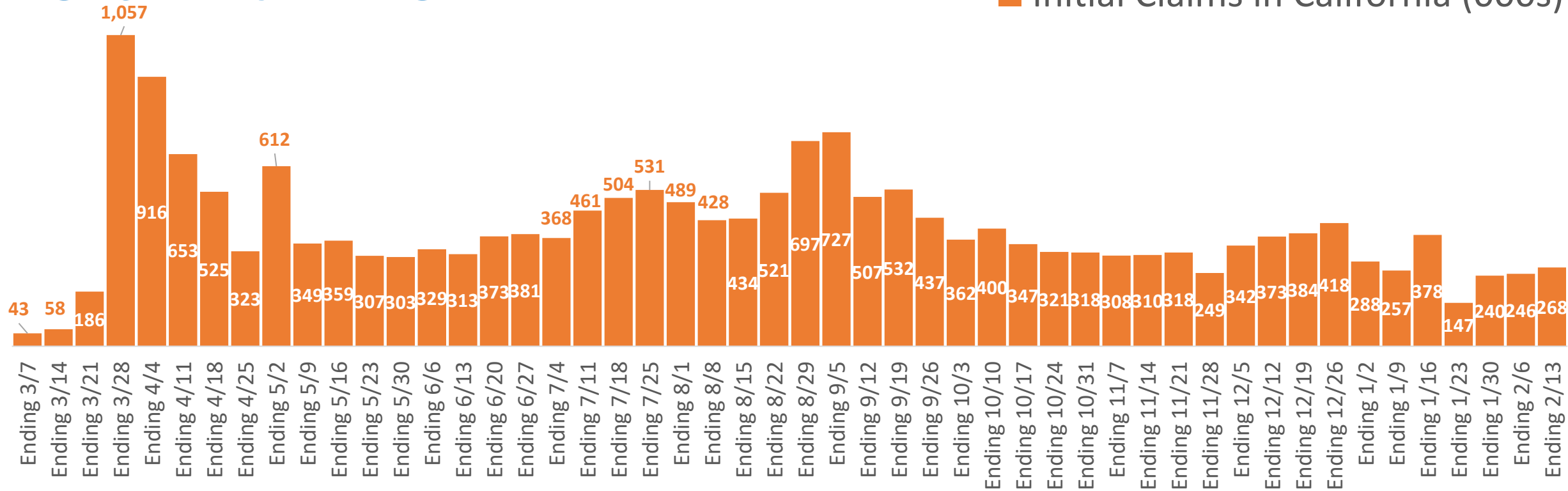


Source: LA County Public Health



Unemployment Insurance Weekly Claims in CA

■ Initial Claims in California (000s)



CA Stay at home order issued March 19th

- Claims processed through the pandemic reached 20.3million
- Extra federal stimulus payment of \$300 started December 27th
- Total unemployment benefits paid to workers through the pandemic reach **\$122 billion**



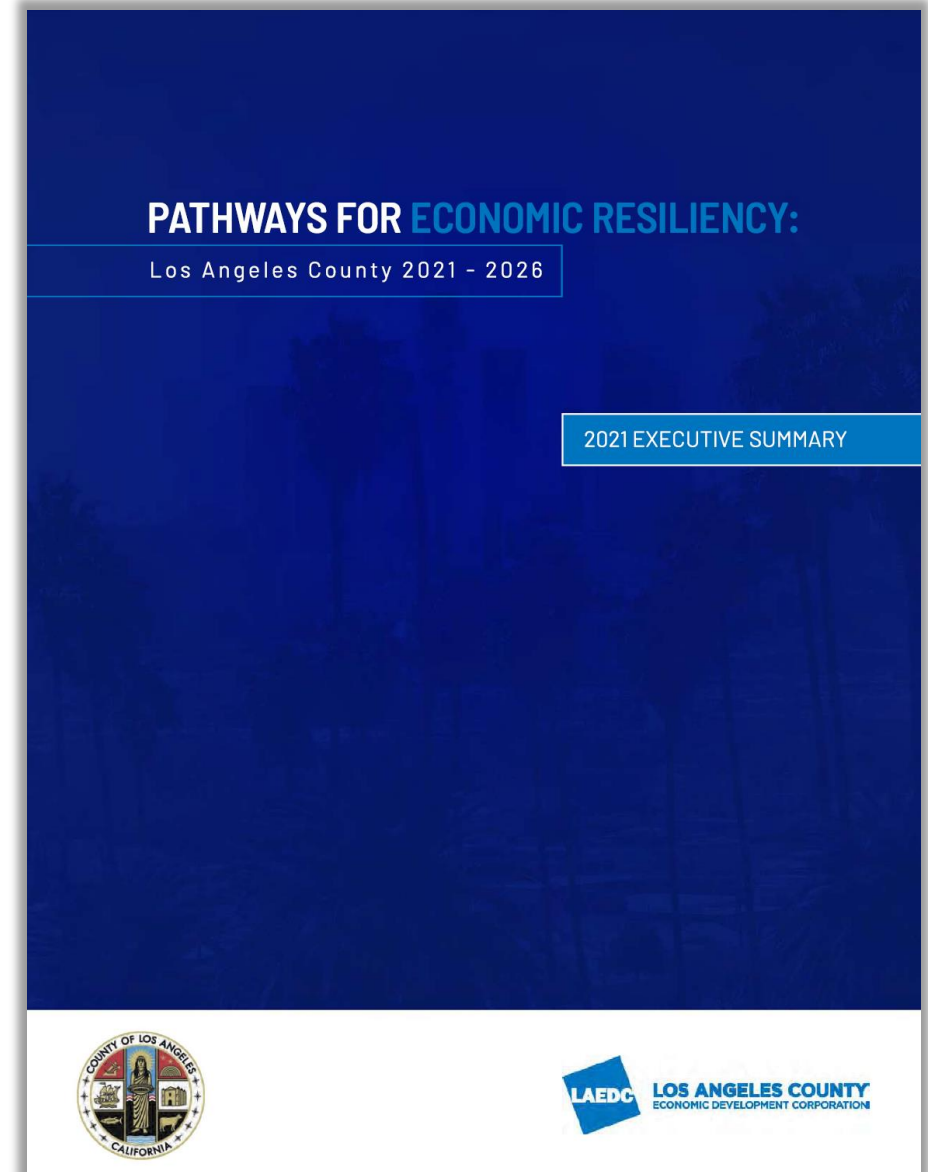
Local Employment Data Covering January and February Released in March

Covered on our next Economic Briefing on

March 29th

Pathways for Economic Resiliency: Los Angeles County 2021-2026

Released February 9, 2021



Hardest Hit Industries in Los Angeles County

HOSPITALITY

EMPLOYMENT SEP. 2019: **448,900** EMPLOYMENT SEP. 2020: **323,000** ↓ **28%**
125,900 JOBS LOST YEAR OVER YEAR

Jobs Added May-October 2020: **94,200** (45.5% Recovered from March/April Job Losses)
Impacted Occupations: **Waiters and Waitresses** (25,090 Jobs Lost); **Cooks, Restaurant** (13,100 Jobs Lost)

ARTS, ENTERTAINMENT & RECREATION

EMPLOYMENT SEP. 2019: **98,200** EMPLOYMENT SEP. 2020: **60,900** ↓ **38%**
37,300 JOBS LOST YEAR OVER YEAR

Jobs Added May-October 2020: **15,700** (38.1% Recovered from March/April Job Losses)
Impacted Occupations: **Amusement & Rec Attendants** (3,670 Jobs Lost); **Ushers & Lobby Attendants** (2,400 Jobs Lost)

MOTION PICTURE & SOUND RECORDING

EMPLOYMENT SEP. 2019: **135,300** EMPLOYMENT SEP. 2020: **98,800** ↓ **27%**
36,500 JOBS LOST YEAR OVER YEAR

Jobs Added May-October 2020: **8,700** (15.2% Recovered from March/April Job Losses)
Impacted Occupations: **Producers & Directors** (6,600 Jobs Lost); **Actors** (4,660 Jobs Lost)

Hardest Hit Industries in Los Angeles County

NON-ESSENTIAL RETAIL

EMPLOYMENT SEP. 2019: **106,000** EMPLOYMENT SEP. 2020: **82,600** ↓ **22%**
23,400 JOBS LOST YEAR OVER YEAR

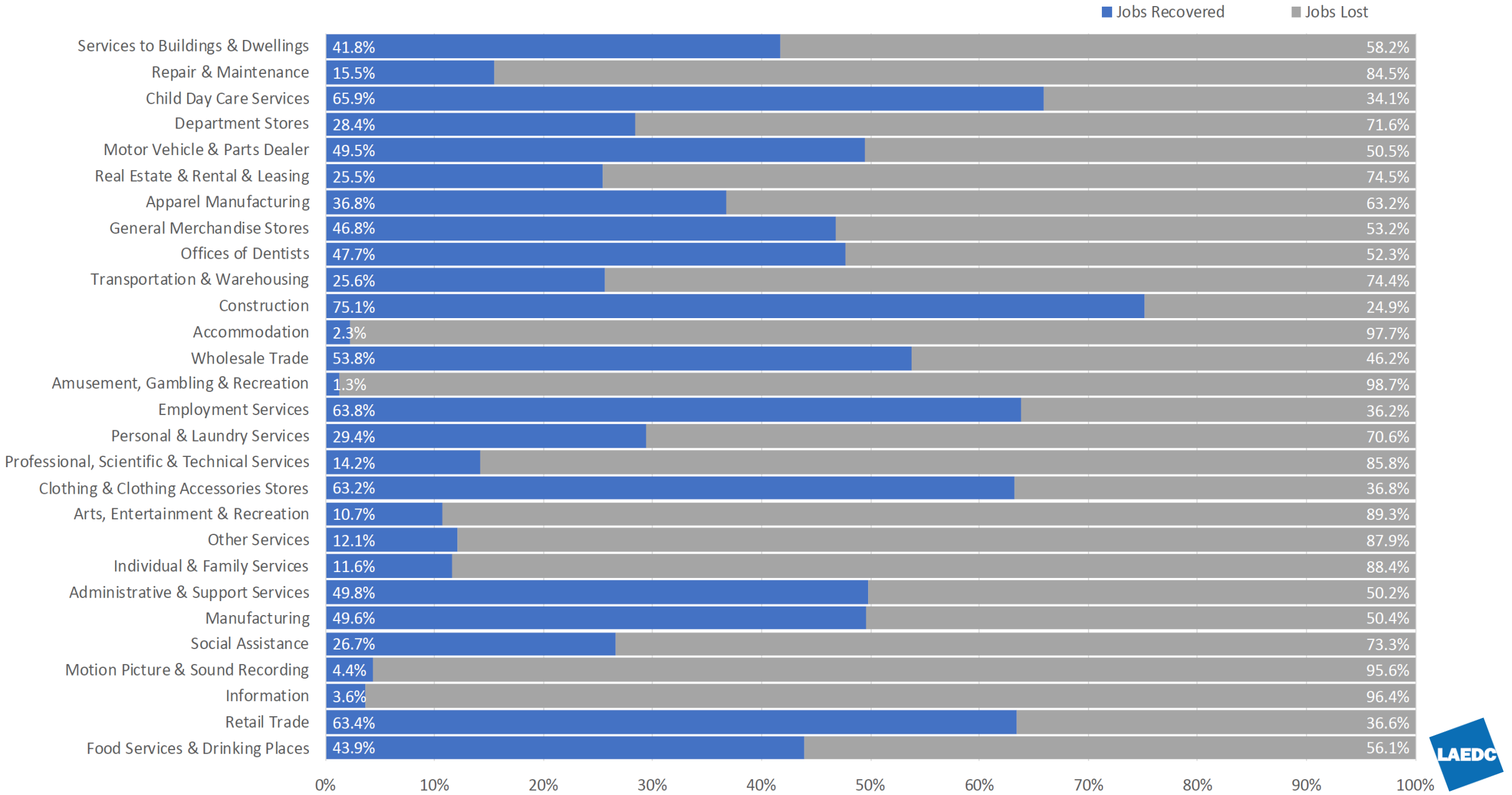
Jobs Added May-October 2020: **31,500** (58.4% Recovered from March/April Job Losses)
Impacted Occupations: **Retail Salespersons** (10,570 Jobs Lost); **Cashiers** (5,160 Jobs Lost)

PERSONAL CARE & LAUNDRY SERVICES

EMPLOYMENT SEP. 2019: **58,300** EMPLOYMENT SEP. 2020: **37,900** ↓ **35%**
20,400 JOBS LOST YEAR OVER YEAR

Jobs Added May-October 2020: **12,400** (44.0% Recovered from March/April Job Losses)
Impacted Occupations: **Hairdressers & Hairstylists** (2,560 Jobs Lost); **Manicurists & Pedicurists** (1,970 Jobs Lost)

Change in Jobs May - Sept as Share of Jobs Lost Mar - Apr 2020

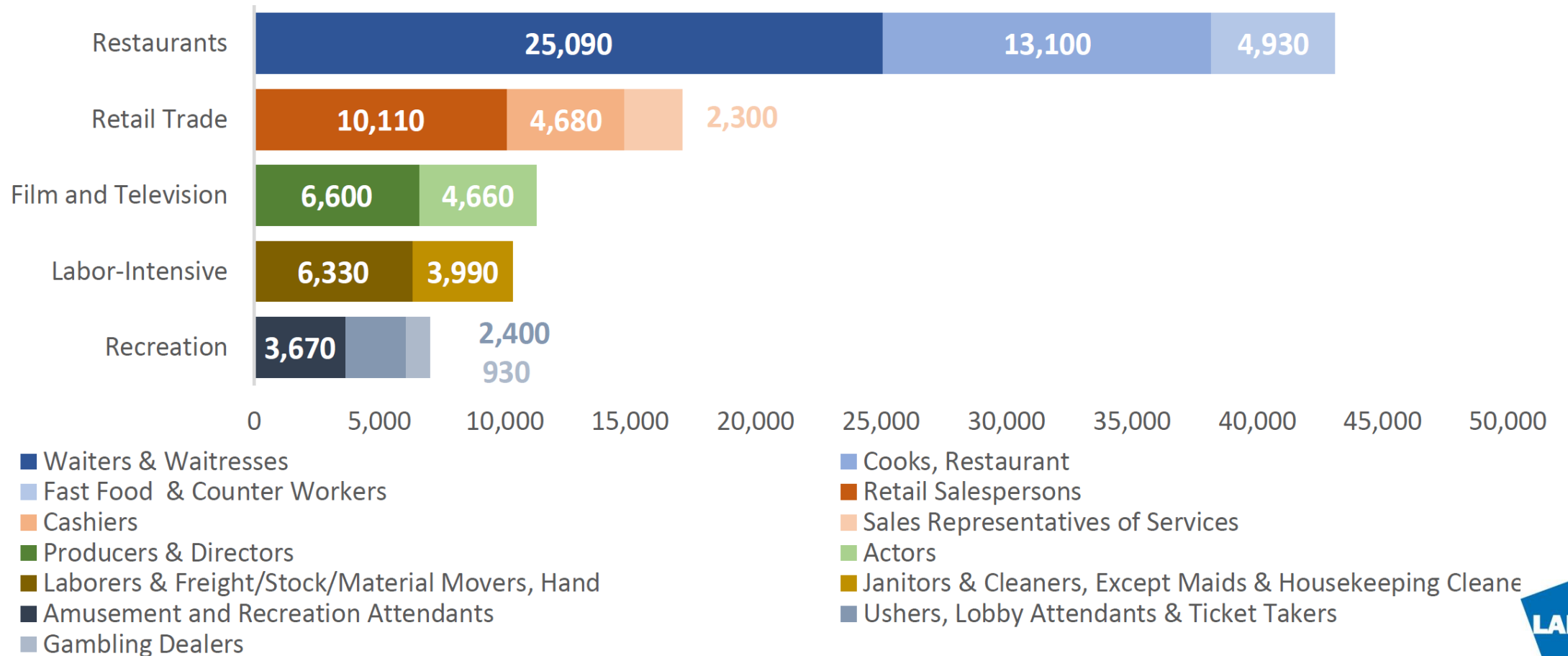


Job Losses by Occupation Group in LA County

February 2020 to October 2020

Job Losses by Detailed Occupation Groupings in LA County

Feb 2020 - Oct 2020



Industries with Growth Potential in LA County

HEALTH CARE

EMPLOYMENT SEP. 2019: **440,110** EMPLOYMENT SEP. 2020: **444,400** ↑ **1%**

4,300 JOBS GAINED YEAR OVER YEAR

Jobs Added May-October 2020: **33,000** (Over 100% Recovered from March/April Job Losses)

Impacted Occupations: **Registered Nurses** (790 Jobs Added); **Medical Assistants** (730 Jobs Added)

INFRASTRUCTURE: CONSTRUCTION

EMPLOYMENT SEP. 2019: **147,900** EMPLOYMENT SEP. 2020: **151,100** ↓ **2%**

3,200 JOBS LOST YEAR OVER YEAR

Jobs Added May-October 2020: **20,400** (94% Recovered from March/April Job Losses)

Impacted Occupations: **Carpenters** (210 Jobs Added); **Construction Laborers** (190 Jobs Added)

TRADE AND LOGISTICS: TRANSPORTATION AND WAREHOUSING

EMPLOYMENT SEP. 2019: **203,600** EMPLOYMENT SEP. 2020: **191,300** ↓ **6%**

12,300 JOBS LOST YEAR OVER YEAR

Jobs Added May-October 2020: **8,300** (40.9% Recovered from March/April Job Losses)

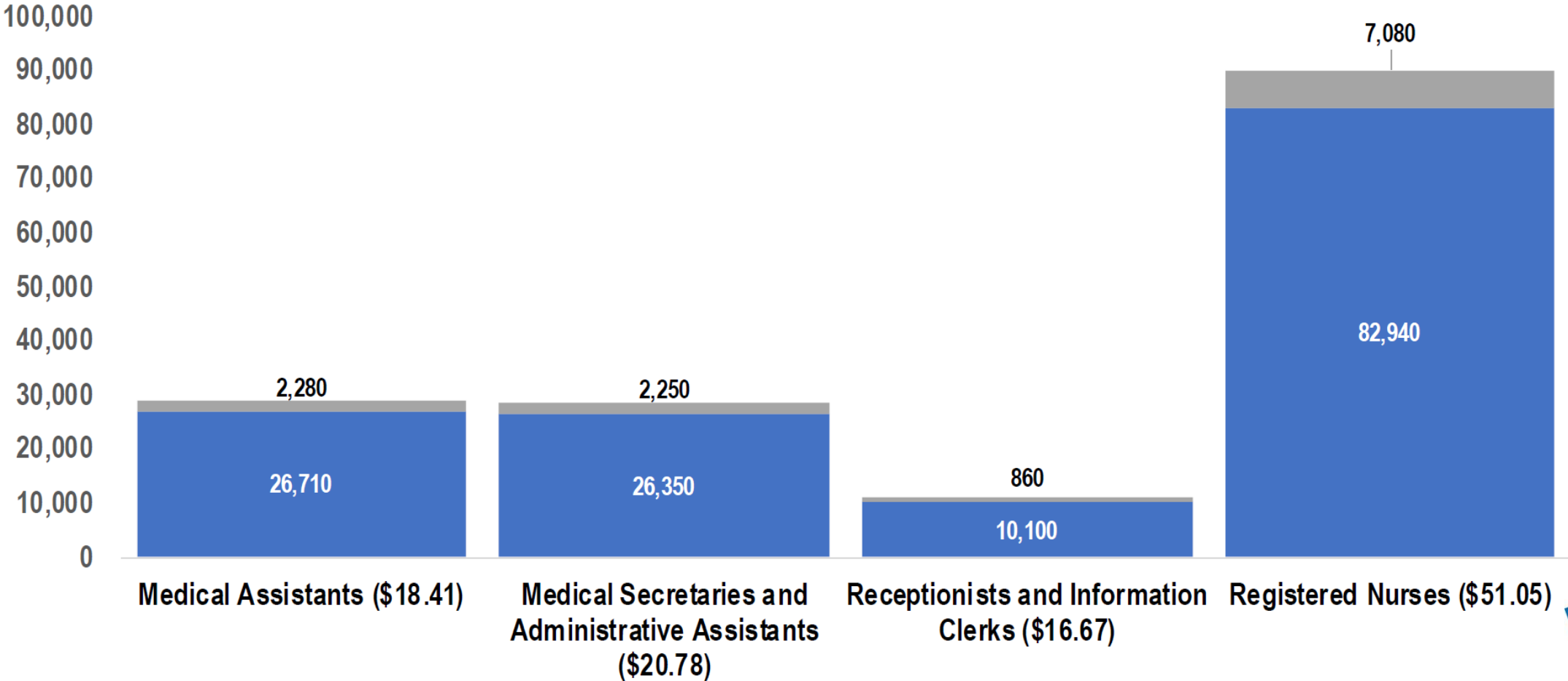
Impacted Occupations: **Laborers & Freight/Stock/Material Movers** (120 Jobs Lost);

Heavy & Tractor-Trailer Truck Drivers (110 Jobs Lost)

Key Middle-Skill Occupations in Health Care

Key Middle-Skill Occupations in Health Care Services And Average Wage in LA County 2020 to 2024

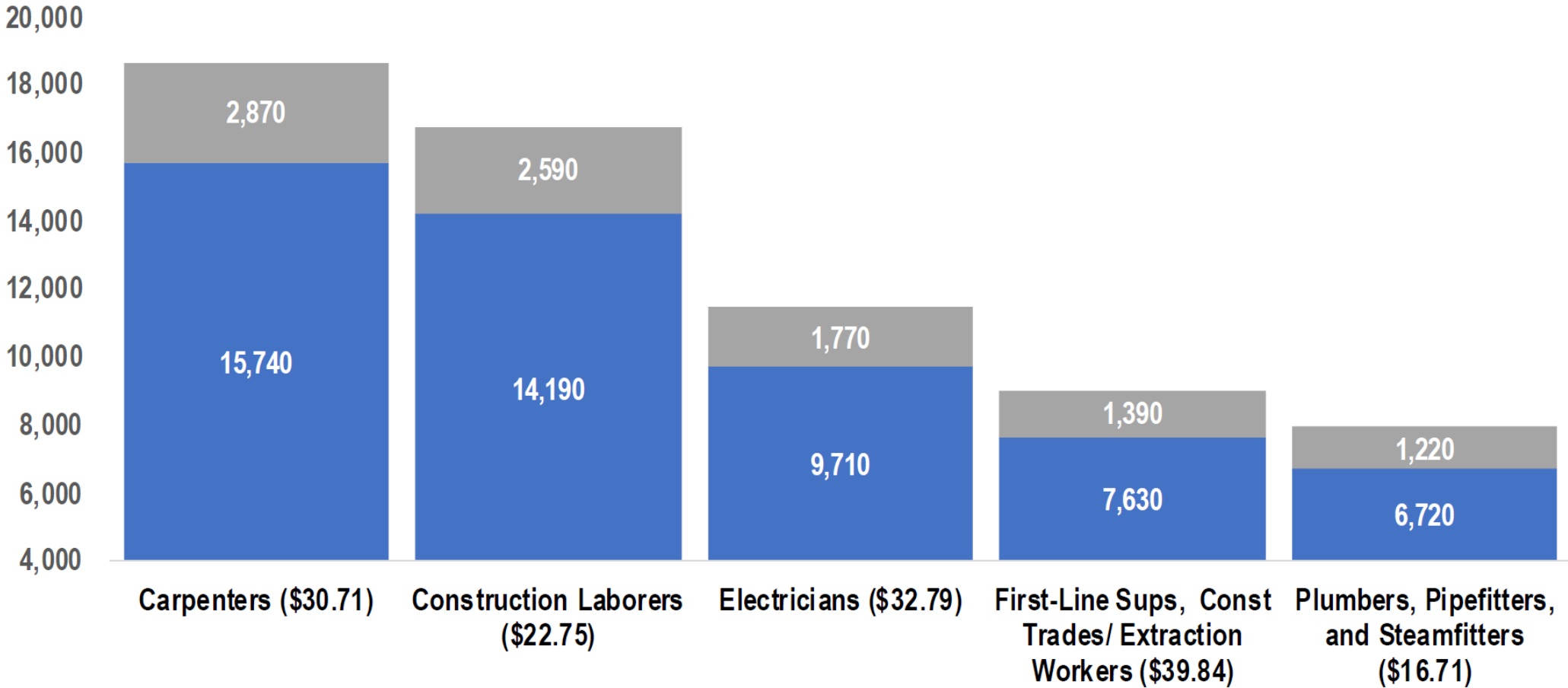
■ 2020 Jobs ■ Job Change 2020-24



Key Middle-Skill Occupations in Construction

Key Middle-Skill Occupations in Construction and Average Wage in LA County 2020 to 2024

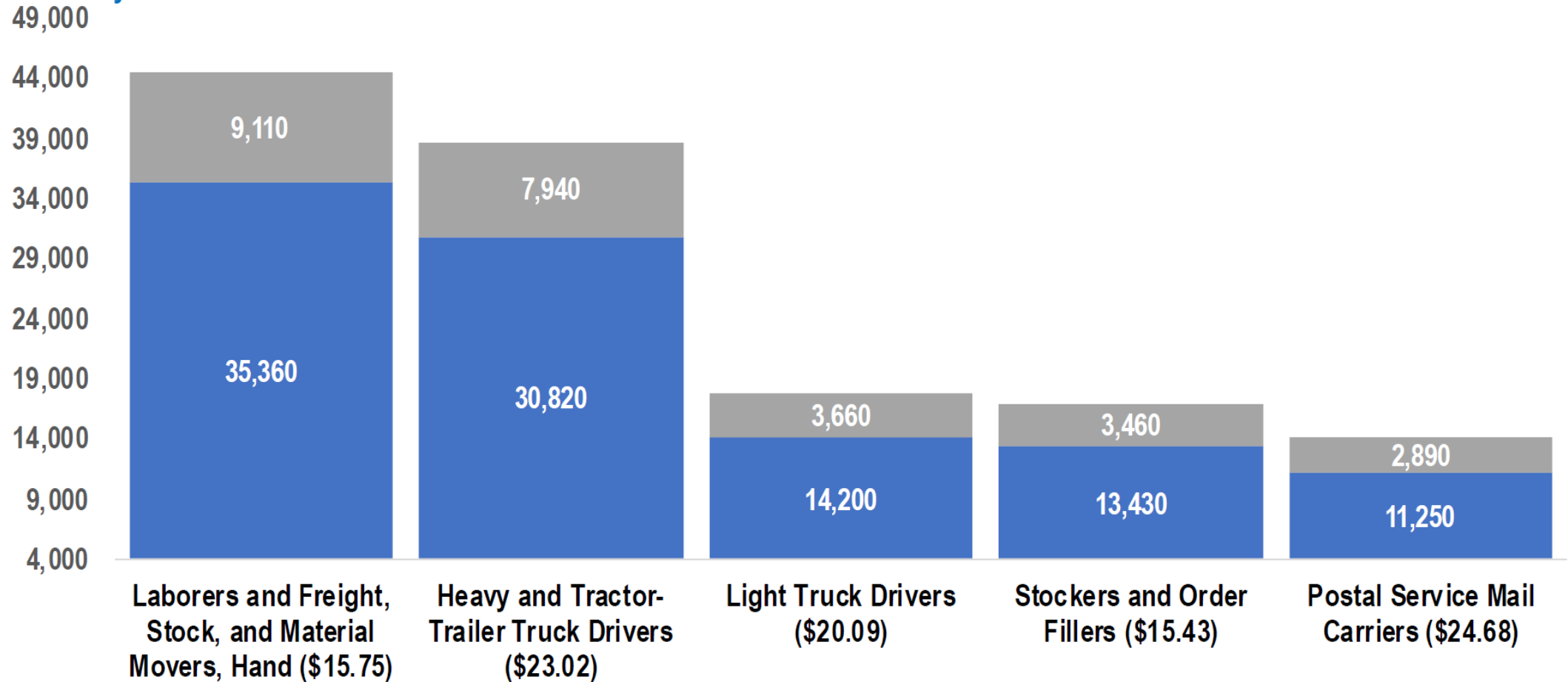
■ 2020 Jobs ■ Job Change 2020-24



Key Middle-Skill Occupations in Transportation & Warehousing

Key Middle-Skill Occupations in Transportation, Warehousing And Average Wage in LA County 2020 to 2024

■ 2020 Jobs ■ Job Change 2020-24



Recommendations

To support the inclusive recovery of the Los Angeles economy...

- 1 Training for High Growth Industries
- 2 Placing Dislocated Workers in High Growth Industries
- 3 Increase Opportunities for Employees
- 4 Covid-19 Safety
- 5 Business Reopening Assistance
- 6 Land Use Optimization
- 7 Closing the Digital Divide
- 8 Child Care

LAEDC 2021 Economic Forecast *A tale of two recoveries*

Released February 17, 2021

EXECUTIVE SUMMARY

LAEDC 2021 ECONOMIC FORECAST

A tale of two recoveries



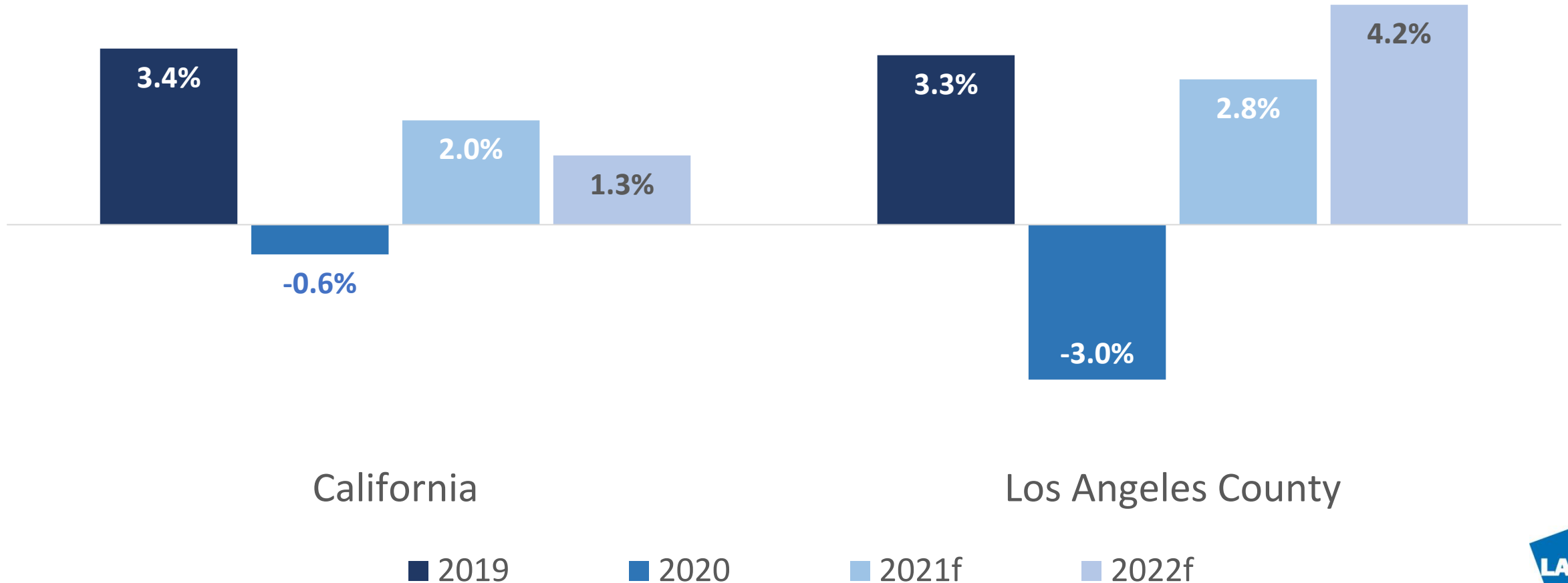
LOS ANGELES COUNTY ECONOMIC DEVELOPMENT CORPORATION
INSTITUTE FOR APPLIED ECONOMICS

LAEDC 2021 Economic Forecast

- Early 2020 proved to be the height of nearly ten years of strong economic growth for LA County; rapidly reversed beginning in March
- The severity of the economic crisis varies greatly across different cohorts, industries and sizes of business
- LA County alone lost 716,000 jobs during March and April, and the seasonally adjusted unemployment rate peaked at 21.1 percent in May 2020.
- The next two years will be characterized by economic recovery, the speed of which remains tied to the public health crisis.
- Under current conditions, it is estimated that the majority of industries will return to pre-pandemic employment levels by 2024.
- Mass inoculation against the COVID-19 virus is a clear and viable solution to the current public health crisis. Solving the subsequent economic crisis will prove much more difficult
- COVID-19 has only increased the severity of pre-existing challenges and inequalities in Los Angeles County, and if left unchecked, it may continue to do so for years to come.

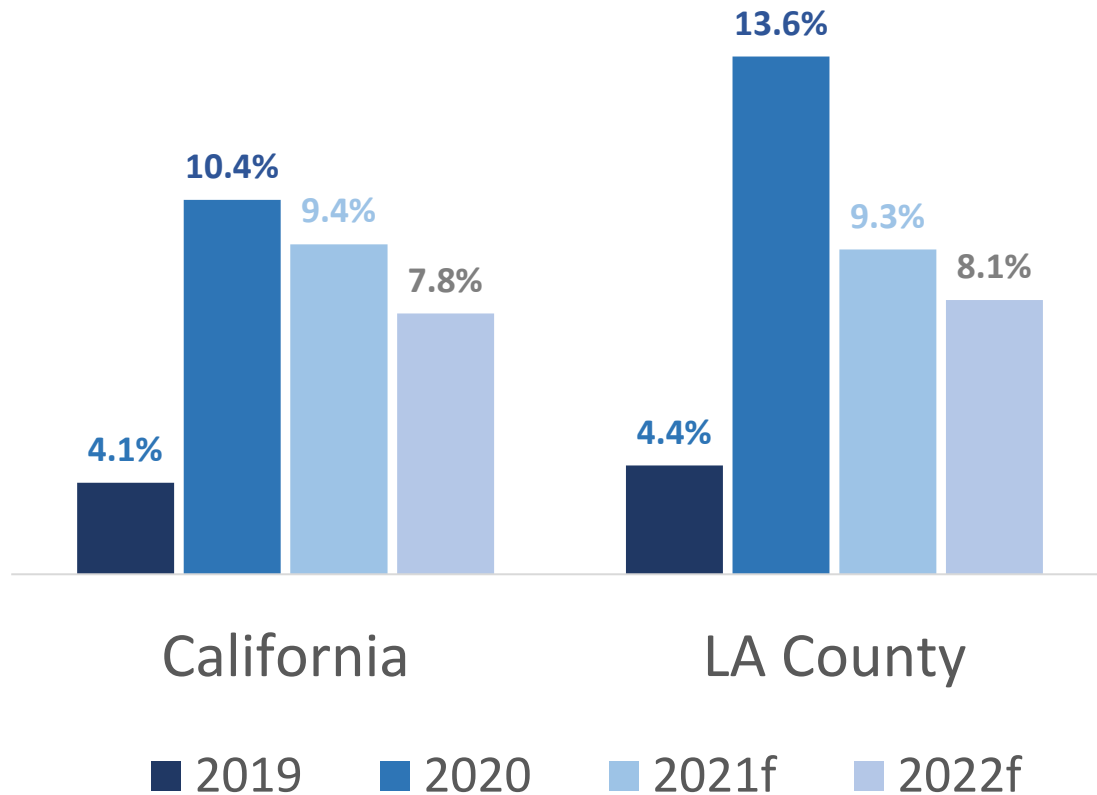
Economic Growth in California: *Expected to return this year...*

Real GDP Growth Forecast

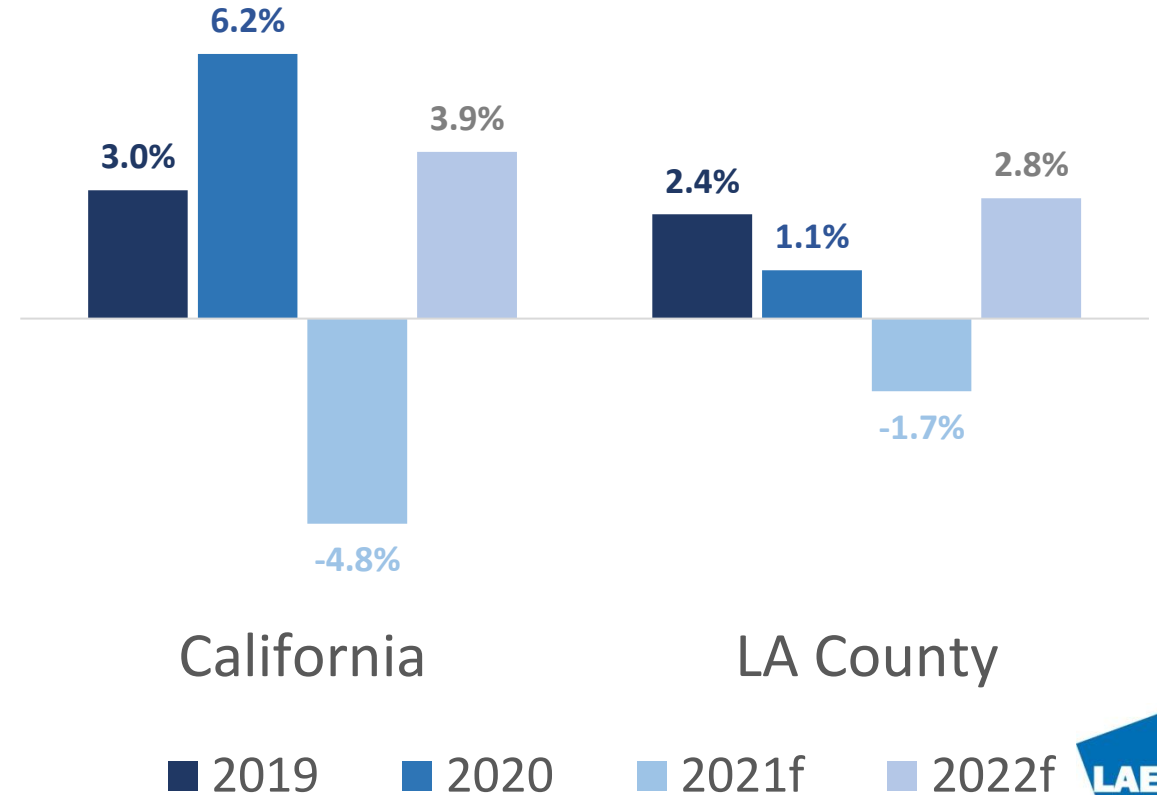


The Labor Market Will Take More Time to Recover...

Unemployment Rate



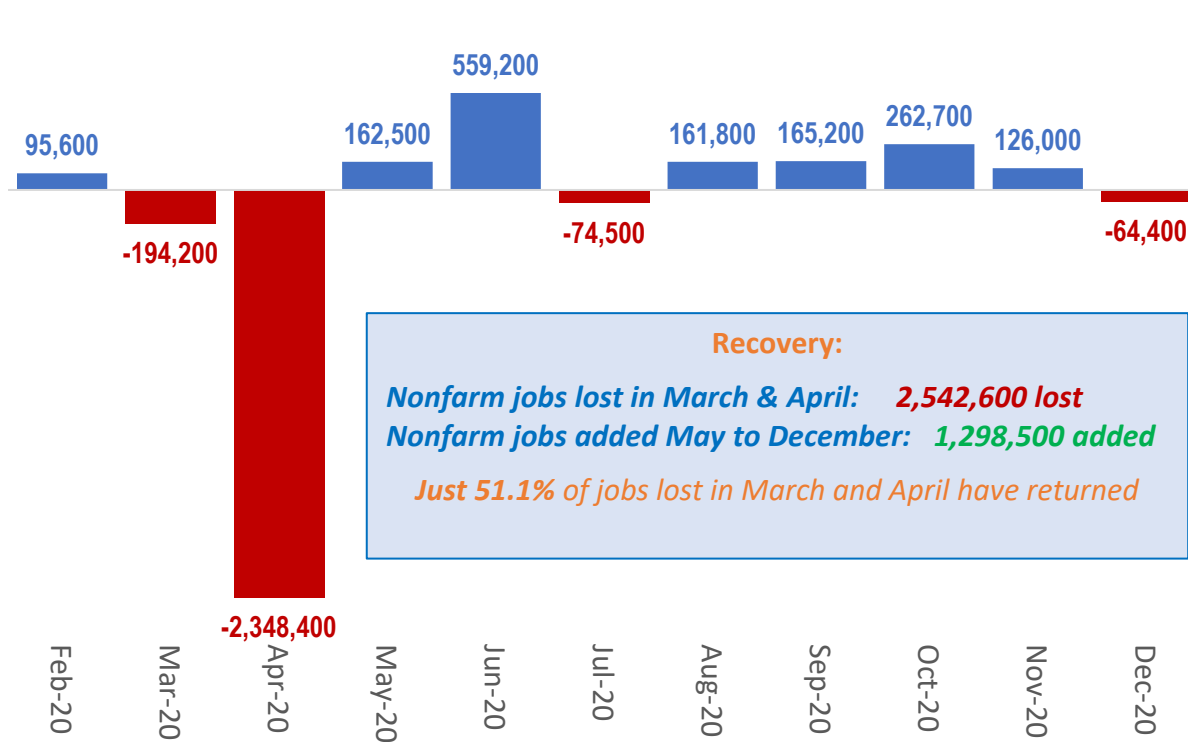
Real Personal Income Growth



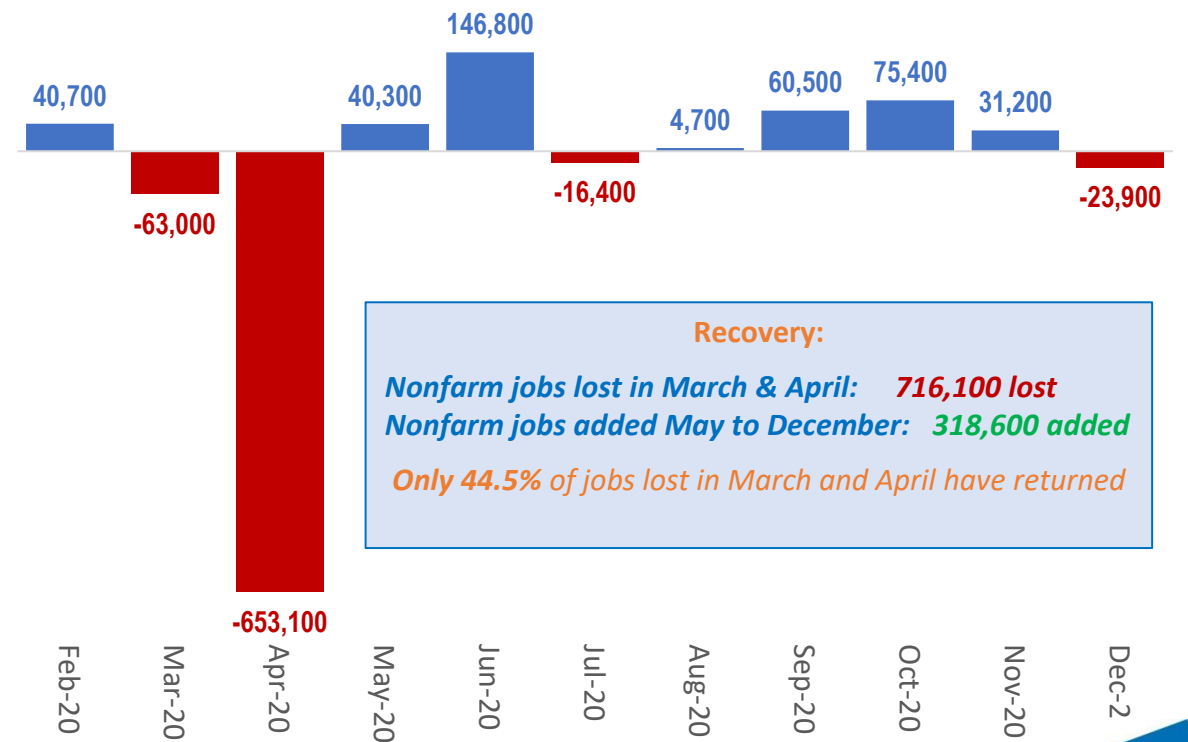
Nonfarm Employment

Monthly changes throughout the pandemic

California

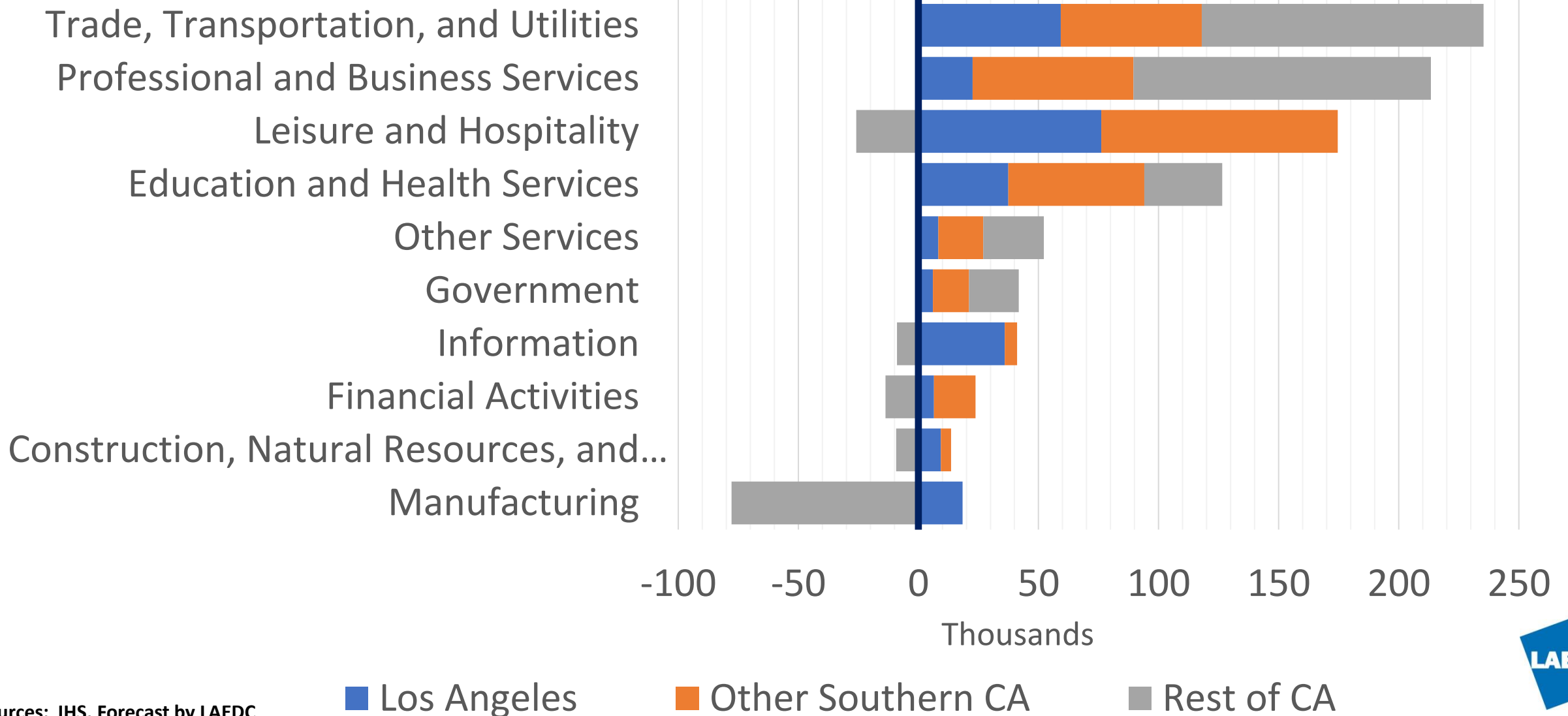


Los Angeles County



California Employment Forecast:

2 Year Employment Forecast



A Tale of Two Recoveries:

The Disparate Impacts of COVID-19

- **Cases**
 - *Hispanic*
- **Unemployment**
 - *High School Education*
 - *Generation Z (ages 16 to 23 years)*
 - *Identify as Black/Asian*
- **Low-Income Households**
- **Unemployment Benefits**
- **Remote Work**
- **The Digital Divide**
- **Small and Micro-Businesses**
- **Women**
- **Industry**
 - *Hospitality*
 - *Arts, Entertainment and Leisure*
 - *Nonessential Retail*
 - *Personal Care Services*

UPCOMING REPORT RELEASE



REGISTER NOW

Feb 24, 2021 2:00PM PST

**Living-Wage Jobs
at LA Basin
Air and Sea Ports**

Register at the CCW website:
<https://competitiveworkforce.la/port-report-webinar/>

**Wednesday, February 24, 2021
2:00pm–3:00pm**

QUESTIONS

Thank you!

- Next LAEDC Economic Briefing:
March 29, 2021
- Visit the LAEDC COVID-19 Response page for additional resources at <https://laedc.org/coronavirus/>.
- Do you have questions you would like answered on these webinars? Please send to shane.cullen@laedc.org.