# Using LEHD data to create a declining dynamics graph 

James R. Spletzer<br>U.S. Census Bureau

LED State Workshop
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## Disclaimer

Any opinions and conclusions expressed herein are those of the author and do not necessarily represent the views of the U.S. Census Bureau.

All results have been reviewed to ensure that no confidential information is disclosed.

## Background

The motivation for this presentation is taken from a 2013 research paper by Hyatt and Spletzer:

The Recent Decline in Employment Dynamics
Published in The IZA Journal of Labor Economics
http://www.izajole.com/content/pdf/2193-8997-2-5.pdf

## Employment Dynamics



## Employment Dynamics

| Measure | Source | Rate in <br> $\mathbf{1 9 9 8}$ | Rate in <br> $\mathbf{2 0 1 0}$ | Proportionate <br> Decline |
| :---: | :---: | :---: | :---: | :---: |
| Hires | LEHD | $28.1 \%$ | $18.7 \%$ | $-38 \%$ |
| Separations |  |  |  |  |
| LEHD | $26.6 \%$ | $18.5 \%$ | $-36 \%$ |  |
| Job Creation | LEHD | $7.7 \%$ | $5.5 \%$ | $-33 \%$ |
| Job Destruction | LEHD | $6.4 \%$ | $5.1 \%$ | $-23 \%$ |
| Job-to-Job flows |  |  |  |  |

## Employment Dynamics

| Measure | Source | Rate in 1998 | Rate in 2010 | Proportionate Decline |
| :---: | :---: | :---: | :---: | :---: |
| Hires | LEHD | 28.1\% | 18.7\% | -38\% |
|  | JOLTS* | 14.1\% | 10.6\% | -28\% |
|  | CPS | 19.4\% | 17.3\% | -11\% |
| Separations | LEHD | 26.6\% | 18.5\% | -36\% |
|  | JOLTS* | 14.3\% | 10.1\% | -34\% |
|  | CPS | 19.1\% | 17.2\% | -10\% |
| Job Creation | LEHD | 7.7\% | 5.5\% | -33\% |
|  | BED | 8.3\% | 6.6\% | -23\% |
| Job Destruction | LEHD | 6.4\% | 5.1\% | -23\% |
|  | BED | 7.6\% | 6.1\% | -22\% |
| Job-to-Job flows | LEHD | 9.9\% | 6.1\% | -47\% |
|  | CPS | 7.9\% | 4.6\% | -53\% |

## Are the Declines Important?

High levels of employment dynamics are often associated with higher economic growth
-- Schumpeterian creative destruction
-- Businesses \& workers seeking their most productive match
-- Much wage growth occurs at (voluntary) job change

The recent decline may be worrisome
-- declining innovation or declining labor market flexibility?
But declining dynamics can also be good
-- increased job stability due to better worker-firm matching?
Net effect on the labor market is ??? [we don't know]
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## Are the Declines Important?

## August $22^{\text {nd }}$ speech by Fed Chair Janet Yellen:

The assessment of labor market slack is rarely simple and has been especially challenging recently. Estimates of slack necessitate difficult judgments about the magnitudes of the cyclical and structural influences affecting labor market variables, including labor force participation, the extent of part-time employment for economics reasons, and labor market flows, such as the pace of hires and quits. A considerable body of research suggests that the behavior of these and other labor market variables has changed since the Great Recession.

## Goal of this Presentation

A step-by-step tutorial of how to use publicly available LEHD data to create a graph which shows the declining hires and separations rates in your State

# Start with LEHD website http://lehd.ces.census.gov/ 



Longitudinal Employer-Household Dynamics

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## Click on "LED Extraction Tool"



## Choose a State (today: WA)

WA is 1 of 4 states \{IL, MD, WA, WI\} whose data starts in 1990:Q1

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## Move onto Step 2


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## For today, stick with defaults

LED Extraction Tool - Quarterly Workforce Indicators

## Firm Age

## All Firm Ages

0-1 Years
2-3 Years
4-5 Years
6-10 Years
11+ Years
Industries \&
Industries \&
Search-
Search-
Check All | Check None | Inve
Check All | Check None | Inve
Selection
Selection
shing and Hunting
shing and Hunting
21 Mining. Quarrying, and Oil and Gas Extraction
21 Mining. Quarrying, and Oil and Gas Extraction
22 Utilities
22 Utilities
2 3 Construction
2 3 Construction
31-33 Manufacturing
31-33 Manufacturing
42 Wholesale Trade
42 Wholesale Trade
44-45 Retail Trade
44-45 Retail Trade
48-49 Transportation and Warehousing
48-49 Transportation and Warehousing
51 Information
51 Information
52 Finance and Insurance
52 Finance and Insurance
5 3 Real Estate and Rental and Leasing
5 3 Real Estate and Rental and Leasing
census.gov

## Move onto step 3


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census.gov

## For today, stick with defaults

LED Extraction Tool - Quarterly Workforce Indicators

| 1. Geography | 2. Firm Characteristics | 3. Worker Characteristics | 4. Indicators | 5. Quarters | 6. Summary and Export |
| :---: | :---: | :---: | :---: | :---: | :---: |
| Select Worker Characteristics by: Sex and Age * Sex and Age |  |  |  |  |  |
| SexMale and Female |  |  |  | Age 69 |  |
|  |  |  |  | $\checkmark$ All Ages (14-99) |  |
| $\square$ Female |  |  |  | $\begin{aligned} & 19-21 \\ & 22-24 \end{aligned}$ |  |
|  |  |  |  |  |  |
|  |  |  |  | $\square$ 25-34 |  |
|  |  |  |  | 35-44 |  |
|  |  |  |  | 45-54 |  |
|  |  |  |  | 55-64 |  |
|  |  |  |  | 65-99 |  |

## Move onto step 4



## Hires \& Separations Rates (1 of 6)

## LED Extraction Tool - Quarterly Workforce Indicators

| 1. Geography | 2. Firm Characteristics | 3. Worker Characteristics | 4. Indicators | 5. Quarters | 6. Summary and Export |
| :---: | :---: | :---: | :---: | :---: | :---: |

Select one of more Quarterly Workforce Indicators by clicking the checkboxes below. The set of currently selected indicators can be categories, simply click the text of the category heading. Standard and Technical Descriptions for each indicator can be displayed by c indicators, please see the QWI 101 [ ${ }^{\circ}$ ', 203k] document.

## Employment

## Employment Change, Individual

HirAHires All: Counts (Accessions)
$\rightarrow \mathrm{HirN}$
Hires New: CountsHirR
Hires Recalls: CountsSep
Separations: CountsHirAEnd
End-of-Quarter Hires
HirAEndR

Estimated number of workers who started a new job in the sf "Hires New" and "Hires Recalls."

Estimated number of workers who started a new job. More $s$ they worked for an employer in the specified quarter, were $n$ any of the previous four quarters.

Estimated number of workers who returned to the same emp within the previous year (L.e., total hires that are not new hire

Estimated number of workers whose job with a given employ

Estimated number of workers who started a new job in the sF Into next quarter.Show Descriptions $\square$ Show Technical Descriptions

## Hires \& Separations Rates (2 of 6)

## LED Extraction Tool - Quarterly Workforce Indicators

| Geography | 2. Firm Characteristics | 3. Worker Characteristics | 4. Indicators | 5. Quarters | 6. Summary and Export |
| :---: | :---: | :---: | :---: | :---: | :---: |

Select one of more Quarterly Workforce Indicators by clicking the checkboxes below. The set of currently selected indicators can b $\epsilon$ categories, simply click the text of the category heading. Standard and Technical Descriptions for each indicator can be displayed by c indicators, please see the QWIL 101 [ ${ }^{\circ}$ ', 203k] document.
(9) Employment

Employment Change, In
HirA
Hires All: Counts (Accessions)
$\rightarrow \mathrm{HirN}$
Hires New: Counts
$\checkmark$ HirR
Hires Recalls: CountsSep
Separations: Counts
HirAEnd

- End-of-Quarter Hires

HirAEndRShow Descriptions Show

There is no hires rate nor separations rate for download

We will have to compute the hires and separations rate using the formulas:
hires rate = (hires level / employment)
separat rate $=$ (separat level / employ)
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census.gov

## Hires \& Separations Rates (3 of 6)

## LED Extraction Tool - Quarterly Workforce Indicators

1. Geography $\mid$ 2. Firm Characteristics $\quad$ 3. Worker Characteristics $\mid$ 4. Indicators | 5. Quarters | 6. Summary and Export |
| :--- | :--- | :--- |

Select one of more Quarterly Workforce Indicators by clicking the checkboxes below. The set of currently selected indicators can b $\epsilon$ categories, simply click the text of the category heading. Standard and Technical Descriptions for each indicator can be displayed by c indicators, please see the QWI 101 [ ${ }^{1 / 2}$. 203 k ] document.
(9) Employment ©

Employment Change, In


HirA
Hires All: Counts (Accessior s)
Hirs
Hires New: Counts
$\square$ HirR
Hires Recalls: Counts


Sep
Separations: Counts
$\square$ FirAEnd
End-of-Quarter Hires
HirAEndR

## There is no hires rate nor separations rate

 for downloadWe will have to compute the hires and separations rate using the formulas:
hires rate = (hires level / employment)
separat rate $=$ (separat level / employ)
First, download hires \& separations levels
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## Hires \& Separations Rates (4 of 6)

LED Extraction Tool - Quarterly Workforce Indicators

1. Geography 2. Firm Characteristics 3 3. Worker Characteristics 4 . Indicators 5 . Quarters 6. Summary and Export

Select one of more Quarterly Workforce Indicators by clicking the checkboxes below. The set of currently selected indicators can be categories, simply click the text of the category heading. Standard and Technical Descriptions for each indicator can be displayed by c indicators, please see the QWI 101 [ 㤚. 203k] docurnent.

## Employment

Emplgyment Change, In


Hires All Counts (Accessions)
$\rightarrow \mathrm{HirN}$
Hires New: punts
$\rightarrow$ HirR
Hires Recalls: ounts
$\square$ Sep
Separations: Counts
HirAEnd
End-of-Quarter Hires
HirAEndR
$\checkmark$ Show Descriptions $\square$ Show

## There is no hires rate nor separations rate for download

We will have to compute the hires and separations rate using the formulas:
hires rate = (hires level / employment)
separat rate $=$ (separat level / employ)
First, download hires \& separations levels Second, download employment levels

## Hires \& Separations Rates (5 of 6)

## LED Extraction Tool - Quarterly Workforce Indicators

1. Geography
2. Firm Characteristics
3. Worker Characteristics
4. Indicators
5. Quarters
6. Summary and Export

Select one of more Quarterly Workforce Indicators by clicking the checkboxes below. The set of currently selected indicators can be categories, simply click the text of the category heading. Standard and Technical Descriptions for each indicator can be displayed by c indicators, please see the QW/ 101 [ $\mathrm{F}^{\mathrm{F}}, 203 \mathrm{k}$ ] document.

## Employment

EmpEmpEnd
End of Quarter Employment: Counts
EmpS
Full-Quarter Employment (Stable): CountsEmpSpv
Full-Quarter Employment in the Previous Quarter: Counts
EmpTotal
Employment - Reference Quarter: Counts
Employment Change, Individual \&

Estimate of the total number of jobs on the first day of the ref quarter employment counts are similar to point-in-time emplo QCEW (see: wwwibls.gowicemi).

Estimate of the number of jobs on the last day of the quarter.

Estimate of stable jobs, l.e., the number of jobs that are held the quarter with the same employer. This ls often, but not ne employed for a full quarter (e.g., an on-call substitute teache three consecutive quarters, but intermitiently).

Estimate of stable jobs in the quarter before the reference qu for certain special-purpose analyses.

This is a count of people employed in a firm at any time durin jobs. This measure may also be referred to as "now" employ

```
Show Descriptions % प Show Technical Descriptions $
```

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## Hires \& Separations Rates (6 of 6)

## LED Extraction Tool - Quarterly Workforce Indicators

| 1. Geography | 2. Firm Characteristics | 3. Worker Characteristics | 4. Indicators | 5. Quarters | 6. Summary and Export |
| :---: | :---: | :---: | :---: | :---: | :---: |

Select one of more Quarterly Workforce Indicators by clicking the checkboxes below. The set of currently selected indicators can be categories, simply click the text of the category heading. Standard and Technical Descriptions for each indicator can be displayed by c indicators, please see the $Q W / 101$ [ $W^{F} .203 \mathrm{k}$ ] document.

## Employment

EmpBeginning of Quarter Employment: CountsEmpEnd
End of Quarter Employment: Counts

- EmpS

Full-Quarter Employment (Stable): CountsEmpSpv
Full-Quarter Employment in the Previous Quarter: CoEmpTotal
Employment - Reference Quarter: Counts
Employment Change, Individual \&

Which employment measure should be used in the denominator of the hires and separations rates?

## Use the average of "Beginning of Quarter Employment" and "End of Quarter Employment"

## Move onto step 5

LED Extraction Tool - Quarterly Workforce Indicators

| 1. Geography | 2. Firm Characteristics | 3. Worker Characteristics | 4. Indicator |
| :---: | :---: | :---: | :---: | :---: |

Select one of more Quarterly Workforce Indicators by clicking the checkboxes beld categories, simply click the text of the category heading. Standard and Technical Descrin indicators, please see the $Q W / 101$ [ $W^{F}, 203 \mathrm{k}$ ] document.

## Employment

EmpBeginning of Quarter Employment: Counts
EmpEnd
End of Quarter Employment: Counts
EmpS
Full-Quarter Employment (Stable): CountsEmpSpv
Full-Quarter Employment in the Previous Quarter: Counts

## EmpTotal

Employment - Reference Quarter: Counts
Employment Change, Individual \&

## 5. Quarters

## Summary and Export

tly selected indicators can be for each indicator can be displayed by c

## Choose a Time Period

## LED Extraction Tool - Quarterly Workforce Indicators

1. Geography 2. Firm Characteristics 3. Worker Character

Select the desired quarters of data by clicking the checkboxes below. Click the green check icons to select an entire year or entire set selected in the Geography tab. Not all measures will be available in all quarters. Data by Firm Age or Firm Size are not available in th

|  | $\begin{gathered} \text { Q1 } \\ \theta \end{gathered}$ | Q2 <br> (2) | $\begin{aligned} & \text { Q3 } \\ & \mathrm{Q} \end{aligned}$ | $\begin{gathered} \mathbf{Q 4} \\ 0 \end{gathered}$ |
| :---: | :---: | :---: | :---: | :---: |
| 2013 | $\checkmark$ | $\checkmark$ | $\checkmark$ |  |
| 20128 |  |  |  | $\checkmark$ |
| 20118 |  |  |  |  |
| 2010 |  |  |  |  |
| 20098 |  |  |  |  |
| 20083 |  |  |  |  |
| 20078 |  |  |  |  |
| 20068 |  |  |  |  |
| 20058 |  |  |  |  |
| 20048 |  |  |  |  |
| 20038 |  |  |  |  |
| 20028 |  |  |  |  |
| 20018 |  |  |  |  |
| 20008 |  |  |  |  |
| 1999 |  |  |  |  |
| 1998 |  |  |  |  |
| 1997 |  |  |  |  |
| 1996 | $\square$ |  | $\square$ |  |
| anne 0 | $\square$ | $\Gamma$ | $\square$ | $\Gamma$ |

# Choose a Time Period 

## LED Extraction Tool - Quarterly Workforce Indicators

| 1. Geography | 2. Firm Characteristics |
| :--- | :--- |

3. Worker Characteristics
4. Indicators
5. Quarters
6. Summary and Export

Select the desired quarters of data by clicking the checkboxes below. Click the green check icons to select an entire year or entire set selected in the Geography tab. Not all measures will be available in all quarters. Data by Firm Age or Firm Size are not available in th

## Seasonally Adjusted LEHD data are not available <br> One could choose all quarters and seasonally adjust elsewhere (in SAS)

|  | $\stackrel{\circ}{8}$ | ${ }_{8}^{18}$ | $\stackrel{8}{8}$ |  | ${ }_{8}^{4}$ |
| :---: | :---: | :---: | :---: | :---: | :---: |
| ${ }^{2013}{ }^{2012}$ | 0 | N |  |  |  |
| 2012 20 |  | - | - |  |  |
| 2020 ${ }^{20}$ |  | - | - |  |  |
| 2009 ${ }^{200}$ |  |  |  |  |  |
| 20078 | - |  | - |  |  |
| 20068 | 口 | , | - |  |  |
| 2005 20. | 吅 |  |  |  |  |
| 2003 | - |  |  |  |  |
| 2002 |  |  |  |  |  |
| 20018 | - |  |  |  |  |
| 2000 |  |  |  |  |  |
| 1989 |  |  |  |  |  |
| ${ }_{1998}^{1988}$ |  |  |  |  |  |
| 1986 |  |  |  |  |  |

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# Choose a Time Period 

## LED Extraction Tool－Quarterly Workforce Indicators

| 1．Geography | 2．Firm Characteristics | 3．Worker Characteristics | 4．Indicators | 5．Quarters |
| :---: | :---: | :---: | :---: | :---: |
| 6．Summary and Export |  |  |  |  |

Select the desired quarters of data by clicking the checkboxes below．Click the green check icons to select an entire year or entire set selected in the Geography tab．Not all measures will be available in all quarters．Data by Firm Age or Firm Size are not available in th

Seasonally Adjusted LEHD data are not available

One could choose all quarters and seasonally adjust elsewhere（in SAS）

Today，we＇ll download Q1 data

|  | Q1 感 | Q2 $0$ | Q3 <br> 㓱 | Q4 |
| :---: | :---: | :---: | :---: | :---: |
| 2013 | $\checkmark$ | $\square$ | $\square$ |  |
| 2012 | $\square$ | $\square$ | $\square$ | $\square$ |
| 2011 | $\checkmark$ | $\square$ | $\square$ | $\square$ |
| 2010 | $\square$ | $\square$ | $\square$ | $\square$ |
| 2009 | $\checkmark$ | $\square$ | $\square$ | $\square$ |
| 2008 | $\square$ | $\square$ | $\square$ | $\square$ |
| 2007 | $\square$ | $\square$ | $\square$ | $\square$ |
| 2006 | $\square$ | $\square$ | $\square$ | $\square$ |
| 2005 | $\square$ | $\square$ | $\square$ | $\square$ |
| 2004 | $\checkmark$ | $\square$ | $\square$ | $\square$ |
| 2003 | $\checkmark$ | $\square$ | $\square$ | $\square$ |
| 2002 | $\square$ | $\square$ | $\square$ | $\square$ |
| 2001 | $\square$ | $\square$ | $\square$ | $\square$ |
| 2000 | $\square$ | $\square$ | $\square$ | $\square$ |
| 1999 | $\square$ | $\square$ | $\square$ | $\square$ |
| 1998 | $\square$ | $\square$ | $\square$ | $\square$ |
| 1997 | $\square$ | $\square$ | $\square$ | $\square$ |
| 1996 | $\square$ | $\square$ | $\square$ | $\square$ |
| lacos an | 『 | $\square$ | $\square$ | $\square$ |

## Move onto step 6

## LED Extraction Tool－Quarterly Workforce Indicators

1．Geography 2．Firm Characteristics
3．Worker Characteristics
4．Indicators
5．Quarter
6．Surnmary and Export

Select the desired quarters of data by clicking the checkboxes below．Click the green check icons to select an entire year or entire set selected in the Geography tab．Not all measures will be available in all quarters．Data by Firm Age or Firm Size are not available in th

|  | Q1 （8） | Q2 <br> 㟫 | Q3 <br> 感 | Q4 罗 |
| :---: | :---: | :---: | :---: | :---: |
| 2013 | $\checkmark$ | $\square$ | $\square$ |  |
| 2012 （e） | $\square$ | $\square$ | $\square$ | $\square$ |
| 2011 （e） | $\square$ | $\square$ | $\square$ | $\square$ |
| 2010 | $\square$ | $\square$ | $\square$ | $\square$ |
| 2009 | $\square$ | $\square$ | $\square$ | $\square$ |
| 2008 | $\checkmark$ | $\square$ | $\square$ | $\square$ |
| 2007 | $\square$ | $\square$ | $\square$ | $\square$ |
| 2006 | $\square$ | $\square$ | $\square$ | $\square$ |
| 2005 | $\square$ | $\square$ | $\square$ | $\square$ |
| 2004 | $\square$ | $\square$ | $\square$ | $\square$ |
| 2003 | $\checkmark$ | $\square$ | $\square$ | $\square$ |
| 2002 | $\checkmark$ | $\square$ | $\square$ | $\square$ |
| 2001 － | $\square$ | $\square$ | $\square$ | $\square$ |
| 2000 | $\square$ | $\square$ | $\square$ | $\square$ |
| 1999 | $\square$ | $\square$ | $\square$ | $\square$ |
| 1998 | $\square$ | $\square$ | $\square$ | $\square$ |
| 1997 （e） | $\checkmark$ | $\square$ | $\square$ | $\square$ |
| 1996 | $\square$ | $\square$ | $\square$ | $\square$ |
| 1400\％${ }^{\text {an }}$ | 『 | $\square$ | $\square$ | $\square$ |

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## Download Data



## Download Data



## Creating the graph (1 of 6)

|  | A | E | $E$ | D | $E$ | $F$ | 0 | H | 1 | 」 | K | L | M | H | 0 | F | $\square$ | 1 1 | 5 | T |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 1 |  |  |  |  |  | Indulity | ownituod | 掝 | 4itugip | Fictich | thinkty | Wuation | firmitit | frimilv | yeir | quariaif | Emp | EmpEnd | Hind | 540 |
| 2 | $\square$ | 4 | 5 | 53 | A | 0 | 400 | 0 | 400 | 4 | A ${ }^{0}$ | E0 | 0 | 0 | 190 | 1 |  | 1848406 |  | $4290 \%$ |
| 3 | 0 | 4 | 5 | 53 | A | 0 | 400 | 0 | A60 | H | A | E0 | 0 | 0 | 1991 | 1 | 1468695 | 2002713 | 46572 | 431703 |
| 4 | 0 | U | 5 | 53 | A | 0 | 400 | 0 | 400 | H | A | E0 | 0 | 0 | 199 | 1 | 208005 | 204477 | 433266 | 406814 |
| 5 | 0 | 4 | 4 | 53 | A | 0 | 400 | 0 | 40 | 4 | 40 | E0 | 0 | 0 | 194 | 1 | man74 | W6041 | 414600 | 38590 |
| 6 | 0 | 4 | 4 | 53 | A | 0 | 400 | 0 | 400 | 4 | A | E0 | 0 | 0 | 1944 | 1 | 2101740 | 214458 | 440]21 | 41604 |
| 7 | 0 | U | 5 | 53 | A | 0 | A00 | 0 | A0] | 40 | A | E0 | 0 | 0 | 1945 | 1 | 2158146 | 4190775 | 476216 | 443887 |
| 4 | 4 | 4 | 4 | 53 | A | 0 | 400 | 0 | H00 | 40 | A ${ }^{4}$ | E0 | 0 | 0 | 196 | 1 | 214405 | 21651 | 470101 | 445156 |
| 4 | 0 | 4 | 4 | 53 | A | 0 | 400 | 0 | 400 | 4 | A0 | E0 | 0 | 0 | 1997 | 1 | 274976 | 200040 | 511857 | 47614 |
| 10 | 0 | 4 | 5 | 53 | A | 0 | 400 | 0 | 400 | H | A | E0 | 0 | 0 | 198 | 1 | 288489 | 245631 | 501595 | 47655 |
| 11 | 0 | 4 | 4 | 53 | A | 0 | 400 | 0 | 40 | 40 | 40 | E0 | 0 | 0 | 198 | 1 | 244861 | $2+66445$ | 514468 | 494484 |
| 12 | 0 | 4 | 4 | 53 | A | 0 | 400 | 0 | 400 | 4 | 40 | E0 | 0 | 0 | 2000 | 1 | 80715 | 244206 | 54134 | 504304 |
| 13 | 0 | 4 | 5 | 53 | A | 0 | 400 | 0 | A00 | 4 | A | E0 | 0 | 0 | 2001 | 1 | 550743 | 866493 | 49634 | 484945 |
| 14 | 0 | 4 | 4 | 53 | A | 0 | A000 | 0 | Ab | 40 | A ${ }^{\text {d }}$ | E0 | 0 | 0 | 2002 | 1 | 248408 | 248180 | 402009 | 40k+15 |
| 15 | 0 | 4 | 4 | 53 | A | 0 | 400 | 0 | 40 | 4 | A | E0 | 0 | 0 | 2004 | 1 | E09695 | 242194 | 4422 | 40374 |
| 16 | 0 | 4 | 5 | 53 | A | 0 | 400 | 0 | A00 | H | A | E0 | 0 | 0 | 2004 | 1 | 248198 | E1ES 26 | 405352 | 38774 |
| 17 | 0 | 4 | 5 | 53 | A | 0 | 400 | 0 | A0. | $4{ }^{4}$ | A | E0 | 0 | 0 | 2065 | 1 | 26686 | 250092 | 434482 | 40317 |
| 10 | 0 | 4 | 4 | 53 | A | 0 | A00 | 0 | A00 | 40 | A | E0 | 0 | 0 | 2006 | 1 | H6006 | 280755 | 481175 | 45824 |
| 14 | 0 | 4 | 5 | 53 | A | 0 | A00 | 0 | A0. | 40 | A | E0 | 0 | 0 | 2007 | 1 | 2731692 | 2766198 | 493389 | 45888 |
| 2 | 0 | 4 | 5 | 53 | A | 0 | 400 | 0 | A60 | H | A | E0 | 0 | 0 | 2008 | 1 | 279037 | 228511 | 471363 | 45124 |
| 4 | 4 | 4 | 4 | 53 | 4 | 0 | 400 | 0 | 400 | 40 | A | E0 | 0 | 0 | 2004 | 1 | 2741592 | 37324 | 354555 | 37314 |
| 2 | 0 | 4 | 5 | 53 | A | 0 | 400 | 0 | 400 | 4 | A | E0 | 0 | 0 | 2016 | 1 | 2334007 | 247269 | 325218 | 31455 |
| 2 | 0 | 4 | 5 | 53 | A | 0 | 400 | 0 | 400 | 4 | A | E0 | 0 | 0 | 2011 | 1 | 2663168 | 202769 | 331454 | 321853 |
| 24 | 0 | 4 | 5 | 53 | 4 | 0 | 400 | 0 | 460 | H | A | Et | 0 | 0 | 2012 | 1 | 265797 | 2716701 | 353257 | 33245 |
| 8 | 0 | 4 | 5 | 53 | A | 0 | 400 | 0 | 400 | H | A | E0 | 0 | 0 | 2014 | 1 | 275977 | 2770138 | 370458 | 36007 |

## Creating the graph (2 of 6)



## Creating the graph (3 of 6)

|  | A | B | C | D | E | F | G | H | 1 | 」 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 1 | year | quarter | Emp | EmpEnd | HirA | Sep |  | Employr | 5 |  |
| 2 | 1990 | 1 |  | 1848406 |  | 423976 |  |  |  |  |
| 3 | 1991 | 1 | 1968695 | 2002713 | 465721 | 431703 |  |  |  |  |
| 4 | 1992 | 1 | 2008025 | 2034477 | 433266 | 406814 |  |  |  |  |
| 5 | 1993 | 1 | 2030743 | 2059641 | 414800 | 785902 |  |  |  |  |
| 6 | 199 |  |  |  |  | 8 gr 4 |  |  |  |  |
| 7 | 199 |  |  |  |  | 4587 |  |  |  |  |
| 8 | 199 |  |  |  |  | 5156 |  |  |  |  |
| 9 | 199 | Define | Пew V | ariab | S 2 S: | 6194 |  |  |  |  |
| 10 | 199 |  |  |  |  | 16653 |  |  |  |  |
| 11 | 199 |  |  |  |  | 4884 |  |  |  |  |
| 12 | 200 |  |  |  |  | 4303 |  |  |  |  |
| $\frac{13}{14}$ | 200 | Emplo | ment | $=(B+$ | )/2 | 4945 |  |  |  |  |
| 14 | $200$ | EMPOLO | Ment | $-1 B+$ | )/2 | 18816 |  |  |  |  |
| 15 <br> 16 <br> 17 | 200 | Hires R | te = | H/Em |  | 3773 7724 |  |  |  |  |
| 17 | 200 |  | - |  |  | 3.177 |  |  |  |  |
| 18 | 200 | Seps | Ee $=$ | /Emp |  | 36.21 |  |  |  |  |
| 19 | 200 |  |  |  |  | 88883 |  |  |  |  |
| 20 | 200 |  |  |  |  | 1229 |  |  |  |  |
| 21 | 200 |  |  |  |  | 2919 |  |  |  |  |
| 22 | 2010 | 1 | 2636907 | 2647269 | 325218 | 314857 |  |  |  |  |
| 23 | 2011 | 1 | 2663168 | 2672769 | 331454 | 321853 |  |  |  |  |
| 24 | 2012 | 1 | 2695797 | 2716701 | 353257 | 332352 |  |  |  |  |
| 25 | 2013 | 1 | 2759777 | 2770138 | 370458 | 360097 |  |  |  |  |

## Creating the graph (4 of 6)

|  | A | B | C | D | E | F | G | H | I | J |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 1 | year | quarter | Emp | EmplEnd | HirA | Sep |  | Employmen | es Rate | ps Rate |
| 2 | 1990 | 1 |  | 1848406 |  | 423976 |  |  |  |  |
| 3 | 1991 | 1 | 1968695 | 2002713 | 465721 | 431703 |  | 1,985,704 | $23.5 \%$ | 21.7\% |
| 4 | 1992 | 1 | 2008025 | 2034477 | 433266 | 406814 |  | 2,021,251 | 21.4\% | 20.1\% |
| 5 | 1993 | 1 | 2070743 | 2059641 | 414900 | 785902 |  | 2,045,192 | 20.3\% | 18.9\% |
| 6 | 199 |  |  |  |  | 8 |  | 2,113,164 | 20.9\% | 19.8\% |
| 7 | 199 |  |  |  |  | 4587 |  | 2,174,461 | 21.9\% | 20.4\% |
| 8 | 199 |  |  |  |  | 15156 |  | 2,203,878 | 21.396 | 20.2\% |
| 9 | 199 | Define | new V | ariabl | S $\mathrm{SS}^{*}$ | 16194 |  | 2,292,108 | $22.3 \%$ | 20.8\% |
| 10 | 199 |  |  |  |  | 16653 |  | 2,400,160 | 21.19 | 19.9\% |
| 11 | 199 |  |  |  |  | 4884 |  | 2,458,903 | $20.9 \%$ | 20.1\% |
| 12 | 200 |  |  |  |  | 4303 |  | 2,525,661 | 21.4\% | 20.0\% |
| 13 | 200 | molo | nent | (B+ | 12 | 4945 |  | 2,556,743 | 19.4\% | 19.0\% |
| 14 | 200 | Emolo | nent | - ${ }^{\text {a }}$ | 2 | 18816 |  | 2,482,605 | 16.4\% | 16.5\% |
| 15 | 200 |  |  |  |  | 13773 |  | 2,522,945 | 17.5\% | 16.0\% |
| 16 | 200 | Hires | ate = | H/EM |  | 7724 |  | 2,508,012 | 16.296 | 15.5\% |
| 17 | 200 |  |  |  |  | 13177 |  | 2,584,489 | 16.896 | 15.6\% |
| 18 | 200 | eps R | te $=S$ | Emp |  | 3621 |  | 2,673,875 | 18.0\% | 17.0\% |
| 19 | 200 |  |  |  |  | 88883 |  | 2,748,945 | 17.9\% | 16.7\% |
| 20 | 200 |  |  |  |  | 1229 |  | 2,811,224 | 16.9\% | 16.1\% |
| 21 | 200 |  |  |  |  | 2919 |  | 2,732,410 | 13.0\% | 13.6\% |
| 22 | 2010 | 1 | 2636907 | 2647269 | 325218 | 314857 |  | 2,642,088 | 12.3\% | 11.9\% |
| 23 | 2011 | 1 | 2663168 | 2672769 | 331454 | 321853 |  | 2,667,969 | 12.4\% | 12.1\% |
| 24 | 2012 | 1 | 2695797 | 2716701 | 353257 | 332352 |  | 2,706,249 | 13.196 | 12.3\% |
| 25 | 2013 | 1 | 2759777 | 2770138 | 370458 | 360097 |  | 2,764,958 | 13.4\% | 13.0\% |

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## Creating the graph (5 of 6)



## Creating the graph (6 of 6)



## "Tidy up" the excel chart



## Declining Dynamics (1 of 2)



In WA, using Q1 data:
-- The hires rate fell from 23.5\% in 1991 to 13.4\% in 2013
-- The separations rate fell from $21.7 \%$ in 1991 to $13.0 \%$ in 2013

## Declining Dynamics (2 of 2)



2 key questions motivating research on employment dynamics:

1) Why have hires and separations rates declined during the last 2 decades? [we don't know]
2) Is this decline good or bad for the labor market
[we don't know]

## Why is This Important?

Declining dynamics of hires, separations, job creation, job destruction, and job-to-job flows is pervasive, occurring in all states we have examined

Where are these declines occurring?
-- certain age groups?
-- certain industries?
-- certain firm ages or sizes?
Are these declining dynamics correlated with trends in employment or earnings?

## Contact Information

## James.R.Spletzer@census.gov

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