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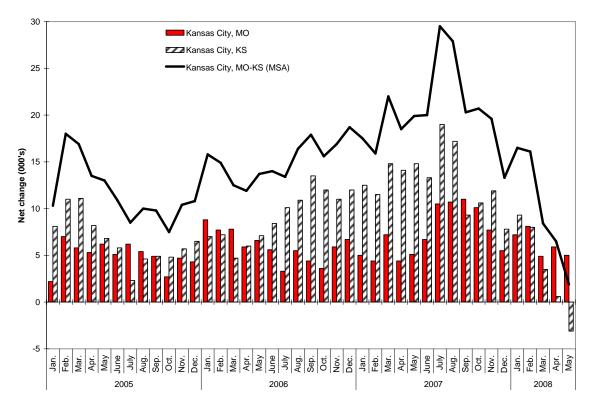
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KANSAS CITY AREA JOB COUNT RISES BY 1,900 OVER THE YEAR IN MAY 2008

Total nonfarm employment for the Kansas City, Mo.-Ks., Metropolitan Statistical Area (MSA) rose by 1,900 over the year to 1,021,500 in May 2008, according to the Bureau of Labor Statistics of the U.S. Department of Labor. The Kansas City MSA's 0.2-percent increase in employment was in line with the national increase of 0.1 percent. Regional Commissioner Stanley W. Suchman noted that this marked the 51st consecutive month of over-the-year job growth in the metropolitan area. The over-the-year increase in Kansas City's employment was the smallest recorded since December 2003.

Employment in Kansas City's two separately identifiable employment centers—the Missouri portion of the MSA and the Kansas portion of the MSA—moved in opposite directions for the first time since March 2004. From May 2007 to May 2008, the Missouri portion experienced a 0.9-percent increase in employment adding 5,000 jobs, while the Kansas portion registered a 0.7-percent decline with the loss of 3,100 jobs. (See chart A and table 1; Technical Note at end of release contains metropolitan area definitions. Data in this release are not seasonally adjusted; accordingly, analysis is based on over-the-year comparisons.)

Chart A. Over-the-year net change in total nonfarm employment in the Kansas City metropolitan area and its components, January $2005-May\ 2008$



In the Kansas City, Mo.-Ks. MSA, three industry supersectors expanded by 2,000 or more jobs from May 2007 to May 2008. Over-the-year employment growth was led by the addition of 3,700 jobs in government, an increase of 2.4 percent. Nationally, this supersector grew more slowly at 1.0 percent. Professional and business services, which added 3,000 jobs, grew at a 2.0-percent pace, ten times the national rate of 0.2 percent. Locally, education and health services added 2,000 jobs. However, Kansas City's rate of job growth for education and health services was below that for the nation, 1.7 versus 3.1 percent.

Three supersectors in the Kansas City MSA lost more than 1,000 jobs from May 2007 to May 2008. Manufacturing recorded the largest over-the-year decline, down 3,900 (-4.7 percent). The rate of job loss in manufacturing outpaced the national decline of 2.5 percent. Natural resources, mining, and construction lost 1,700 jobs (-3.2 percent) and leisure and hospitality, 1,300 (-1.3 percent). Employment in the remaining four industry supersectors—trade, transportation, and utilities; information; financial activities; and other services—changed by less than 1,000 from May a year ago.

Employment in the Missouri portion of the MSA, which accounted for 56 percent of the Kansas City workforce in May 2008, added 5,000 jobs over the year. The government supersector added the largest number of jobs, 3,200, growing by 3.4 percent from May 2007. Employment in education and health services increased by 1,400 jobs, or 2.1 percent, and professional and business services gained 1,000 jobs over the year. The largest over-the-year decline in the Missouri portion occurred in manufacturing, which lost 1,300 jobs. Employment in the remaining six industry supersectors recorded little change from May a year ago.

The Kansas portion of the metropolitan area, which made up 44 percent of the Kansas City workforce, lost 3,100 jobs over the year. This is the first over-the-year job loss in total nonfarm employment in the Kansas portion since June 2003. Employment in three supersectors registered job declines of more than 1,000 over the most recent 12-month period. Manufacturing lost the greatest number of jobs, down 2,600, or 7.1 percent. Natural resources, mining, and construction shed 1,900 jobs (-8.3 percent) and leisure and hospitality, 1,600 (-4.2 percent). Still, one supersector, professional and business services, expanded 2.8 percent with the addition of 2,000 jobs from May 2007 to May 2008. Employment in the remaining six industry supersectors in the Kansas portion varied by less than 1,000 over the year.

Table 1. Employees on nonfarm payrolls by industry supersector, Kansas City metropolitan area and its components, not seasonally adjusted (numbers in thousands)

not seasonally adjusted (numbers in thous	May 2007	March 2008	April 2008	May 2008(p)	Change from May 2007	
Area and Industry					to May	
				2000(P)	Number	Percent
United States	400.000	407.000	407.745	400.000	4040	
Total nonfarm	138,289	137,033	137,745	138,393		0.1
Natural Resources & Mining	720 7.705	738	743	755 7.007	35.0	4.9
Construction	7,725	6,998		7,297		-5.5
Manufacturing	13,903	13,576		13,559		-2.5
Trade, Transportation, & Utilities	26,559	26,265	26,285	26,403		-0.6
Information Financial Activities	3,044	3,008	3,003	3,008		-1.2 -1.1
Professional & Business Services	8,318 17,937	8,194 17,796	8,207 18,002	8,229 17,978		-1.1 0.2
Education & Health Services		18,850	18,931	18,897		3.1
Leisure & Hospitality	18,331 13,655	13,307	13,575	13,903		1.8
Other Services	5,520	5,509	5,532	5,558		0.7
Government	22,577	22,792	22,798	22,806		1.0
Kansas City, MoKs. Metropolitan Statistic		22,102	22,100	22,000	229.0	1.0
Total nonfarm	1,019.6	1,015.5	1,019.9	1,021.5	1.9	0.2
Natural resources, mining & construction	53.9	1,013.3 50.8	51.4	52.2	-1.7	-3.2
Manufacturing	82.8	81.4	81.5	78.9		-3.2 -4.7
Trade, Transportation & Utilities	207.4	207.1	207.2	208.1	0.7	0.3
Information	42.1	42.1	41.9	41.8		-0.7
Financial Activities	74.0	74.3	74.0	73.9		-0.1
Professional & Business Services	147.4	150.1	151.2	150.4	-	2.0
Education & Health Services	118.6	120.0	120.4	120.6		1.7
Leisure & Hospitality	98.5	93.7	95.6	97.2	-1.3	-1.3
Other Services	41.6	41.0	41.3	41.4	-0.2	-0.5
Government	153.3	155.0	155.4	157.0	3.7	2.4
Kansas City, Mo. portion						
Total nonfarm	570.5	570.4	573.6	575.5	5.0	0.9
Natural resources, mining & construction	30.9	30.6	30.9	31.1	0.2	0.6
Manufacturing	46.3	45.1	45.2	45.0	-1.3	-2.8
Trade, Transportation & Utilities	111.5	111.2	111.3	111.8		0.3
Information	18.8	19.1	19.0	18.9	0.1	0.5
Financial Activities	40.9	41.5	41.2	41.0	0.1	0.2
Professional & Business Services	75.8	77.0	77.3	76.8	1.0	1.3
Education & Health Services	66.5	67.4	67.8	67.9	1.4	2.1
Leisure & Hospitality	60.3	57.5	59.1	60.6	0.3	0.5
Other Services	25.0	24.5	24.7	24.7	-0.3	-1.2
Government	94.5	96.5	97.1	97.7	3.2	3.4
Kansas City, Ks. portion						
Total nonfarm	449.1	445.1	446.3	446.0	-3.1	-0.7
Natural resources, mining & construction	23.0	20.2	20.5	21.1	-1.9	-8.3
Manufacturing	36.5	36.3		33.9		-7.1
Trade, Transportation & Utilities	95.9	95.9		96.3		0.4
Information	23.3	23.0	22.9	22.9		-1.7
Financial Activities	33.1	32.8	32.8	32.9		-0.6
Professional & Business Services	71.6	73.1	73.9	73.6		2.8
Education & Health Services	52.1	52.6	52.6	52.7		1.2
Leisure & Hospitality	38.2	36.2	36.5	36.6		-4.2
Other Services	16.6	16.5	16.6	16.7		0.6
Government	58.8	58.5	58.3	59.3	0.5	0.9

Technical Note

This release presents nonfarm payroll employment estimates from the Current Employment Statistics (CES) program. The CES survey is a Federal-State cooperative endeavor in which State employment security agencies prepare the data using concepts, definitions, and technical procedures prescribed by the Bureau of Labor Statistics.

Definitions. Employment data refer to persons on establishment payrolls who receive pay for any part of the pay period which includes the 12th of the month. Persons are counted at their place of work rather than at their place of residence; those appearing on more than one payroll are counted on each payroll. Industries are classified on the basis of their principal activity in accordance with the 2002 version of the North American Industry Classification System.

Method of estimation. The employment data are estimated using a "link relative" technique in which a ratio (link relative) of current-month employment to that of the previous month is computed from a sample of establishments reporting for both months. The estimates of employment for the current month are obtained by multiplying the estimates for the previous month by these ratios. Small-domain models are used as the official estimators for approximately 39 percent of CES published series which have insufficient sample for direct sample-based estimates.

Annual revisions. Employment estimates are adjusted annually to a complete count of jobs, called benchmarks, derived principally from tax reports which are submitted by employers who are covered under state unemployment insurance (UI) laws. The benchmark information is used to adjust the monthly estimates between the new benchmark and the preceding one and also to establish the level of employment for the new benchmark month. Thus, the benchmarking process establishes the level of employment, and the sample is used to measure the month-to-month changes in the level for the subsequent months.

Reliability of the estimates

The estimates presented in this release are based on sample survey, administrative data, and modeling and, thus are subject to sampling and other types of errors. Sampling error is a measure of sampling variability--that is, variation that occurs by chance because a sample rather than the entire population is surveyed. Survey data are also subject to nonsampling errors, such as those which can be introduced into the data collection and processing operations. Estimates not directly derived from sample surveys are subject to additional errors resulting from the special estimation processes used. The sums of individual items may not always equal the totals shown in the same tables because of rounding.

Employment estimates. Measures of sampling error are available for state CES data at the total nonfarm and supersector level and for metropolitan area CES data. Information on recent benchmark revisions for states is available at http://www.bls.gov/sae/.

Area definitions. The substate area data published in this release reflect the standards and definitions established by the U.S. Office of Management and Budget on November 20, 2007. A detailed list of the geographic definitions is available at http://whitehouse.gov/omb/bulletins/fy2008/b08-01.pdf.

<u>The Kansas City, Mo.-Ks. Metropolitan Statistical Area (MSA)</u> includes Bates, Caldwell, Cass, Clay, Clinton, Jackson, Lafayette, Platte, and Ray Counties in Missouri; Franklin, Johnson, Leavenworth, Linn, Miami, and Wyandotte Counties in Kansas.

<u>The Kansas City, Mo. portion</u> includes Bates, Caldwell, Cass, Clay, Clinton, Jackson, Lafayette, Platte, and Ray Counties in Missouri.

<u>The Kansas City, Ks. portion</u> includes Franklin, Johnson, Leavenworth, Linn, Miami, and Wyandotte Counties in Kansas.

Additional information

More complete information on the technical procedures used to develop these estimates and additional data appear in *Employment and Earnings*, which is available by subscription from the Superintendent of Documents, U.S. Government Printing Office, Washington, DC 20402 (telephone 202-512-1800).

Industry employment data for states and metropolitan areas from the CES program are also available in the above mentioned news releases and from the Internet at (http://www.bls.gov/sae/).