The Status of Working Families in Indiana 2009
• State-level analysis of economic trends facing Indiana’s working families

• Created in partnership with Economic Policy Institute, Economic Analysis & Research Network

• First published in 2004

• Expected release date, November 2009
• Housing bubble burst

• December 2007 recession begins

• January 2008 national employment numbers began to fall

• 3 million jobs lost in 2008

• July 2009, 6.6 million Americans jobless.

The National Recession
Monthly Change in Employment, United States, January 08 - July 09

National Employment
Recession’s effects on Indiana

- Job Loss
- Rising Unemployment
- Loss of Wages
- Loss of Income
- Rising Poverty Rate
- Rising Asset Poverty Rate
Indiana Nonfarm Employment

Total Nonfarm Employment, Indiana, January 1998-June 2009

- May 2000, 3015.2
- July 03, 2882.6
- Aug. 07, 2997.3
- Dec. 07, 2987.5
- Dec. 08, 2899.4
- June 09, 2815.1

Number of Jobs in Thousands

Jan-98 Jan-99 Jan-00 Jan-01 Jan-02 Jan-03 Jan-04 Jan-05 Jan-06 Jan-07 Jan-08 Jan-09

Indiana Nonfarm Employment
Indiana, USA & Selected Indiana MSAs,
Monthly Unemployment Rate,
January 08- August 09

Hoosier Unemployment Rate
Annual Median Wage

Annual Wages, Indiana and US, 2000-2008

Indiana
US

$14.95 $15.53 $15.95 $15.75 $15.68 $15.74

$14.70 $15.30 $15.63 $15.53 $15.42 $15.28

$15.50

$15.53 $15.53 $15.17

$15.95 $15.75

$15.10 $15.30 $15.50 $15.70 $15.90 $16.10


Annual Median Wage
Annual Median Household Income, US & Indiana, 2000-2008

- INDIANA: [$51,870, $51,532, $50,934, $51,740, $49,271, $47,966]
- US: [$51,005, $50,154, $51,740, $52,690, $52,029]

Yearly Income:
- 2000: $51,870
- 2001: $51,532
- 2002: $50,934
- 2003: $51,740
- 2004: $49,271
- 2005: $47,966

Annual Median Household Income
Annual Poverty Rate

Poverty Rates, US & Indiana, 2000-2008

Indiana
US


10.1 10.9 10.8 12.2 12.7 12.3 13.1 12.2 12.7 13.3 13.2

8.0 10.0 11.0 12.0 13.0 14.0
• Insufficient net worth to subsist at the FPG for three months in the absence of income.

• FPG 2009 = $22,050 Annually
  • Monthly Income = $1,838
  • Three months at FPG = $5,514
• Extreme asset poverty is the measure of households with zero or negative net worth.

• Together, asset poverty and extreme asset poverty measures reveal how leveraged and vulnerable households may be, regardless of their earnings.
Asset Poverty Rate, US & Selected States

- **US**: Income Poverty Rate 12.3, Asset Poverty Rate 22.5
- **Ohio**: Income Poverty Rate 13, Asset Poverty Rate 22.6
- **Michigan**: Income Poverty Rate 13, Asset Poverty Rate 19.7
- **Kentucky**: Income Poverty Rate 17.2, Asset Poverty Rate 23.5
- **Illinois**: Income Poverty Rate 11.4, Asset Poverty Rate 21.8
- **Indiana**: Income Poverty Rate 11.7, Asset Poverty Rate 21.8
Job opportunities, wages, and incomes have declined for Indiana’s working families.

Poverty and asset poverty rates have increased.

More people are living in poverty today than in 2008.

The full effects of the recession are yet to be seen.

**Status of Indiana’s Working Families**
• Jerome Flagg, Executive Director
  Gary Neighborhood Services

• Tim Cottingham, Executive Director
  Greater Hammond Community Services
Status of Working Families in Indiana 2009

- Expected Release November
- Indiana’s economy and shifting economic base
- Composition of Indiana’s labor force
- Poverty rates and access to safety net of social services
- Recommendations to improve economic conditions for Indiana’s working families
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