



2019 Kansas City Employment Forecast

May 2019

Total nonfarm employment in the Kansas City, MO-KS, metropolitan area¹ grew 1.1 percent with the addition of 11,800 new jobs in 2018. This was moderately lower than the area's recent growth trend, which averaged more than 18,000 new jobs annually from 2012 to 2017, but still grew faster than the Missouri and Kansas state averages, as it has since 2012. The unemployment rate for the Kansas City area declined for an eighth consecutive year to 3.4 percent in 2018, its lowest level since 1999.

In 2019, the Kansas City metropolitan area is projected to add more than 11,000 new jobs as employment grows 1.0 percent. The fastest growth is forecast to be in the service and government sectors, but growth is expected in all of the area's major economic sectors.

- The production sector is forecast to grow 0.3 percent in 2019, adding more than 300 new jobs. Growth in 2019 is expected to be driven by the manufacturing sector, which is projected to almost 1,000 new jobs, following the sector's return to growth in 2018 after contracting in 2017. The construction and mining sector is projected to decline by approximately 600 jobs in 2019 after growth slowed substantially in 2018.
- Trade, transportation and utilities employment is projected to almost 1,000 new jobs to the local economy in 2019. The growth is projected to be concentrated in the wholesale trade sector and transportation and utilities sector, while employment in the retail trade sector is projected to decline modestly. On an inflation-adjusted basis, taxable retail sales are projected to grow 0.4 percent in 2019, the fastest growth of any Kansas metropolitan area.
- More than half of Kansas City's employment growth is forecast to be in the service sector, which is projected to add more than 6,000 new jobs in 2019. The service sector is expected to grow 1.1 percent in 2019, a substantial acceleration compared to 2018's 0.6 percent growth in the sector, though still modestly lower than the area's service sector growth from 2012 to 2017, which averaged 2 percent.

Growth is projected to be led by the professional and business services sector and the education and health services sector. Since 2012, these two service sectors have accounted for more than 80 percent of the total service sector growth in the Kansas City metropolitan area.

¹ The Kansas City, MO-KS, metropolitan area includes Bates, Caldwell, Cass, Clay, Clinton, Jackson, Lafayette, Platte and Ray counties in Missouri and Johnson, Leavenworth, Linn, Miami, and Wyandotte counties in Kansas.

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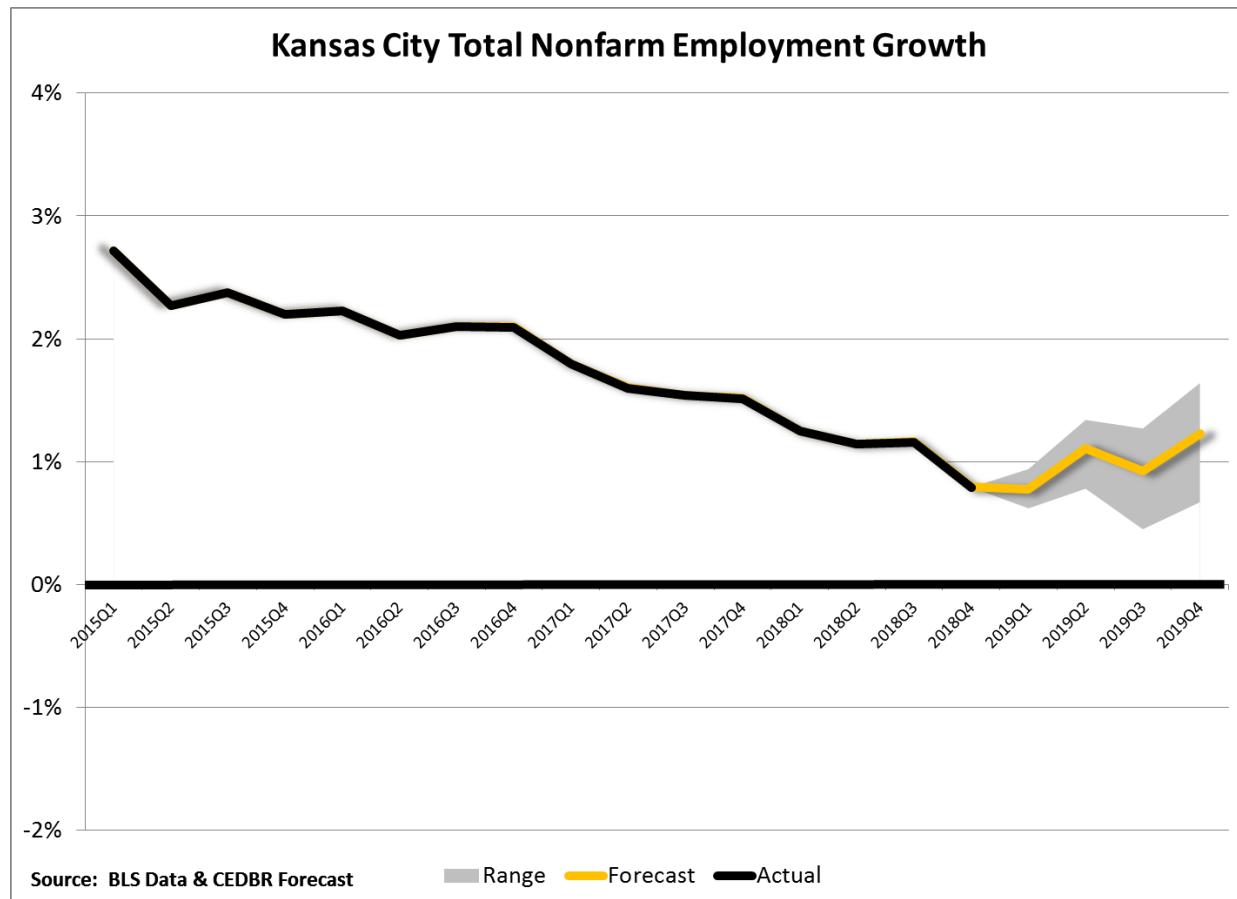
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- Government sector employment is expected to expand 2 percent in 2019 with more than 3,000 new jobs. These jobs are forecast to be largely in the local government sector, with modest growth in state and federal government employment.

Nationally, real GDP grew 2.9 percent in 2018, with the fastest growth in private investment, which grew 5.9 percent, and personal goods consumption, which grew 3.7 percent. National employment increased by 1.7 percent in 2018, following 1.6 percent growth in 2017.

	Kansas City Employment by Industry Summary*				2018-2019 Level Change	2018-2019 Percent Change
	2017 (a)	2018 (e)	2019 (f)			
Total Nonfarm	1,084,689	1,096,453	1,107,508	11,054	1.0%	
Production Sectors	126,094	126,460	126,792	332	0.3%	
Trade, Transportation & Utilities	213,204	216,572	217,620	1,048	0.5%	
Service Sectors	595,607	599,390	605,916	6,526	1.1%	
Government	149,784	154,032	157,181	3,149	2.0%	

*Annual values are derived from average quarterly observations and projections.
 (a) actual (e) estimated (f) forecasted
 Source: Bureau of Labor Statistics data & Wichita State University CEDBR forecast



The Center for Economic Development and Business Research can provide detailed industry, wage, retail, and other customized forecasts upon request. Contact Jeremy Hill at 316-213-3673 for costs and availability.