

Workforce Review

A monthly review of labor market statistics and related information for Northern Santa Clara County

July 2003

Did You Know?

According to the PMI Risk Index released by PMI Mortgage Insurance Co. of Walnut Creek, the likelihood of a decline nationally in home prices over the next two years remains relatively low. However, the Bay Area is one exception with San Jose leading the PMI risk list. The PMI Risk Index ranges from one to 1,000—the higher the score, the higher the likelihood of future home price declines. For example, if a city receives a PMI Risk Index of 100, this indicates there is a 10 percent chance home prices will decline over the next two years. As of June, the average PMI Risk Index Value of the 50 largest metropolitan statistical areas was 155 which indicates home prices have a 15.5 percent chance of declining within the next two years. According to PMI, San Jose's risk index is 395, San Francisco's is 204, and Oakland's is 158. In contrast, Southern California has been identified as the area with the lowest risk of housing price decline.

Source: Silicon Valley/San Jose Business Journal
(<http://sanjose.bizjournals.com/sanjose/stories/2003/08/25/daily21.html>)



A regional catalyst shaping and influencing the Silicon Valley investment system to promote economic opportunity and shared prosperity.



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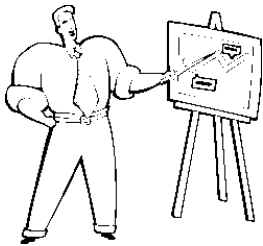
July 2003

Civilian Unemployment Rate	July 2002	June 2003 (revised)	July 2003 (preliminary)	Percentage Change	
				07/02 - 07/03	06/03 - 07/03
Santa Clara County	8.8%	8.6%	8.4%	-0.4%	-0.2%
California	7.1%	6.8%	6.9%	-0.2%	+0.1%
United States	5.9%	6.5%	6.3%	+0.6%	-0.2%

Civilian Labor Force	July 2002	June 2003 (revised)	July 2003 (preliminary)	Percentage Change	
				07/02 - 07/03	06/03 - 07/03
Santa Clara County Total	966,700	925,800	929,400	-3.9%	+0.4%
Civilian Employed	882,100	845,900	851,300	-3.5%	+0.6%
Civilian Unemployed	84,600	79,900	78,000	-7.8%	-2.4%

Where the Jobs Are	July 2002	June 2003 (revised)	July 2003 (preliminary)	Percentage Change	
				07/02 - 07/03	06/03 - 07/03
Santa Clara County Nonfarm	907,800	871,400	864,500	-4.8%	-0.8%
Goods Producing	247,800	226,600	225,800	-8.9%	-0.4%
Manufacturing	203,700	185,300	184,200	-9.6%	-0.6%
Service Providing	660,000	644,800	638,700	-3.2%	-0.9%
Prof. & Bus. Services	171,700	160,400	160,100	-6.8%	-0.2%
Government	96,100	98,300	94,600	-1.6%	-3.8%

Source: California Employment Development Department, LMID



Labor Force by Bay Area County July 2003 (preliminary)	Labor Force	Unemployment Rate & Change (6/03-7/03)	Percentage of CA's Labor Force
Santa Clara County	929,400	8.4% ↓	5.2%
Alameda County	575,300	5.7% ↓	3.2%
Contra Costa County	482,800	5.2% ↓	2.7%
Marin County	134,000	3.9% ↑	0.8%
Napa County	73,000	4.1% ↔	0.4%
San Francisco County	420,900	7.1% ↓	2.4%
San Mateo County	382,700	5.3% ↔	2.2%
Solano County	221,000	6.2% ↔	1.2%
Sonoma County	267,000	5.0% ↑	1.5%
Bay Area Total	3,486,100	6.4% ↓	19.6%

Source: County labor force data from California Employment Development Department, LMID

NOVA Rapid Response Activity - July 2003

Company	WARN*	City	# Affected	Cause
Analog Devices	Yes	Santa Clara	65	Closure
Analog Devices	Yes	Santa Clara	7	RIF
Applied Materials	Yes	Santa Clara	132	RIF
Lifescan, Inc	Yes	Milpitas	334	RIF
SGI	Yes	Mountain View	75	RIF
Space Systems Loral	Yes	Palo Alto	350	RIF
Confidential	No	Sunnyvale	100	Closure
Confidential	No	Sunnyvale	30	RIF
Confidential	No	Santa Clara	5	RIF
Confidential	No	Sunnyvale	100	RIF
Confidential	No	Mountain View	200	RIF
Confidential	No	Stanford	175	RIF
			<u>1,573</u>	

Individuals Affected Year to Date**: 1,573 WARN This Year to Date: 6 WARN Previous Year to Date: 2

*WARN = Workers' Adjustment & Retraining Notification Act (notice of mass layoff or closure) ** "Year to Date" refers to fiscal year (7/1-6/30)