# MARYLAND DEPARTMENT OF PLANNING

PROJECTIONS METHODOLOGY: EMPLOYMENT

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December 21, 2021



### **PROJECTIONS**

Planning's Projections and State Data Center produces projections that include

- Total Population
- Household Population
- Number of Households
- Average Household Size
- Labor Force

- School Enrollment
- Total Employment
- Employment by Industry
- Personal Income
- Per Capita personal Income



### EMPLOYMENT PROJECTIONS

Planning's Projections and State Data Center provides projections on employment in support of comprehensive planning efforts. These projections include:

- Total Jobs by Place of Work by Jurisdiction
- Total Jobs by Place of Work by Industry



### EMPLOYMENT PROJECTIONS - SOURCE DATA

- Bureau of Economic Analysis (BEA)
- Maryland Department of Labor (DLLR)
- U.S. Bureau of Labor Statistics (BLS)
- Baltimore Metropolitan Council (BMC)
- Metropolitan Washington Council of Governments



## **Process**

- Deriving Projected County Employment Totals for Jurisdictions
  - Develop regression equation(s) to determine growth rates which are then applied to most recent county total.
  - Projected employment is a function of time, labor force growth rates, and labor force participation rates.



## Labor Force and Labor Force Participation Rate

#### Inputs

- Population 16 years and over (by discrete age cohorts)
- Labor Force Participation rates from American Community Survey (ACS) and US Bureau of Labor Statistics (BLS).

#### Equations

Labor Force = Population 16 years and over \* projected Labor Force Participation Rates by discrete age groups (data accessed from BLS

Labor Force Participation Rate = Labor Force / Population 16 years



# **Process**

- Produce Historical Series
  - Wage & Salary jobs data from BEA
  - Use Fratar method to address nondisclosed employment in any industry.
  - The Fratar method is borrowed from transportation modeling where it is used to predict the distribution of future trips.

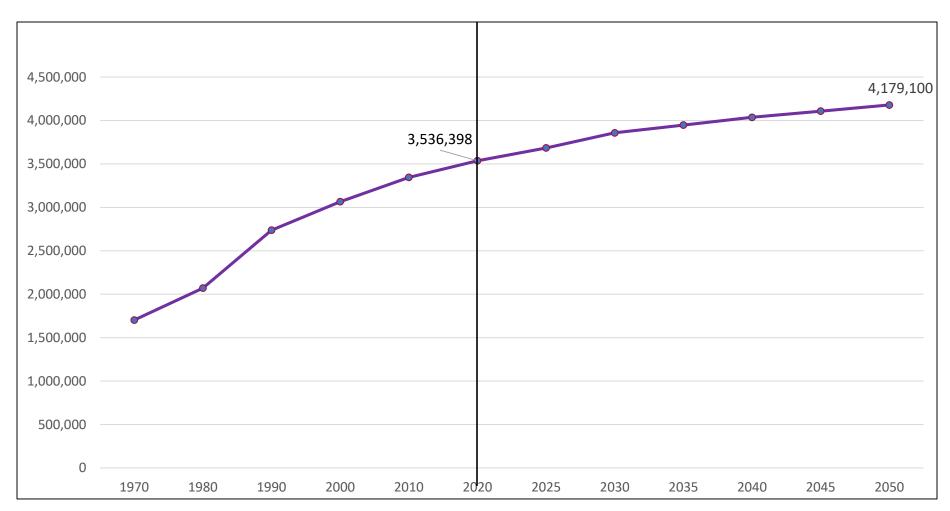


## **Process**

- Total Jobs by Place of Work by Industry
  - Examine the Maryland Department of Labor's employment trends for each industry in each county over time.
  - Derive the proportion of industry employment and apply to county totals.



### TOTAL EMPLOYMENT PROJECTIONS - MARYLAND 1970 - 2050





### WEBSITE AND CONTACT

## Maryland State Data Center Projections website

https://planning.maryland.gov/MSDC/Pages/s3\_projection.aspx

### CONTACT

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