

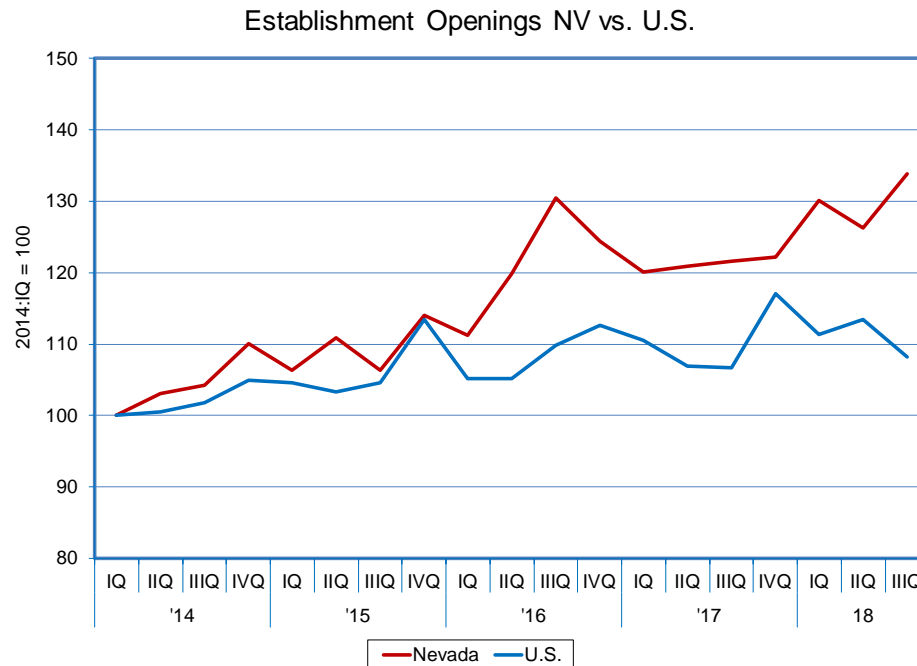
Research Notes



Business Establishment Openings
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Note: 2019:71
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Nevada Private Sector Business Establishment Openings Trending Up; Outpacing U.S. as a Whole

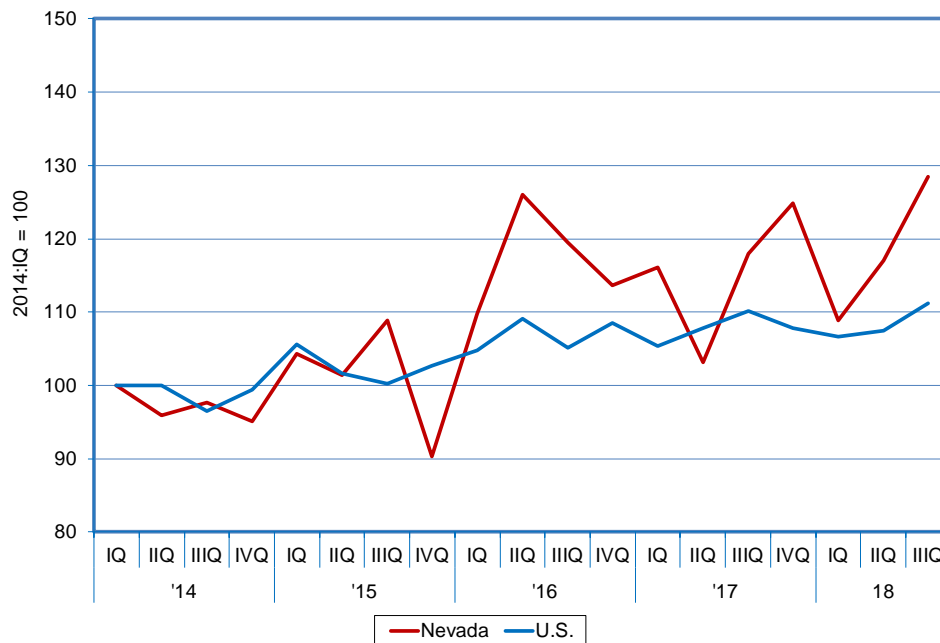


- The Bureau of Labor Statistics' Business Employment Dynamics Program allows us to look at Nevada's relative performance as it pertains to business establishment openings. This month we take a look at BED data on the number of business establishment openings and closings (seasonally adjusted) for Nevada, and the U.S.
- Nevada's labor market has experienced growth throughout the study period starting in 2014. Since then, trends in business establishment openings on average have seen stronger growth than in the nation as a whole. In the United States, there were 420,000 new businesses during the third quarter of 2018 up 8 percent from 2014. During the third quarter of 2018, Nevada had 4,659 new business establishments. This is up approximately 34 percent from the beginning of 2014.
- Openings have exceeded 4,000 in each of the past ten quarters.
- Growth rate in new business establishments from 2014 was highest in the manufacturing industry outpacing the state as a whole. Second highest was wholesale trade.
- Most importantly, underlying trends in business openings show that growth has been fairly consistent over time. Year over year growth in Nevada has been greater than the U.S. in 11 of the past 19 quarters. These results highlight positive employment in Nevada, both in absolute terms, and relative to the U.S. as a whole.

Research Notes



Establishment Closings NV vs. U.S.



- On the flip side closings resulted in the loss of 4,360 establishments in Nevada during the third quarter of 2018. Representing normal labor market churn between opening and closing establishments.
- Year over year closings in Nevada has been greater than the U.S. in approximately 1/2 of the past 19 quarters.
- When comparing opening to closing establishments, the net result (openings minus closings) was a gain of more than 300 establishment openings in Nevada. The net growth rate in Nevada has outpaced net growth rate in the U.S. in 15 of the past 19 quarters.

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