

The Economy and COVID-19

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September 2, 2020

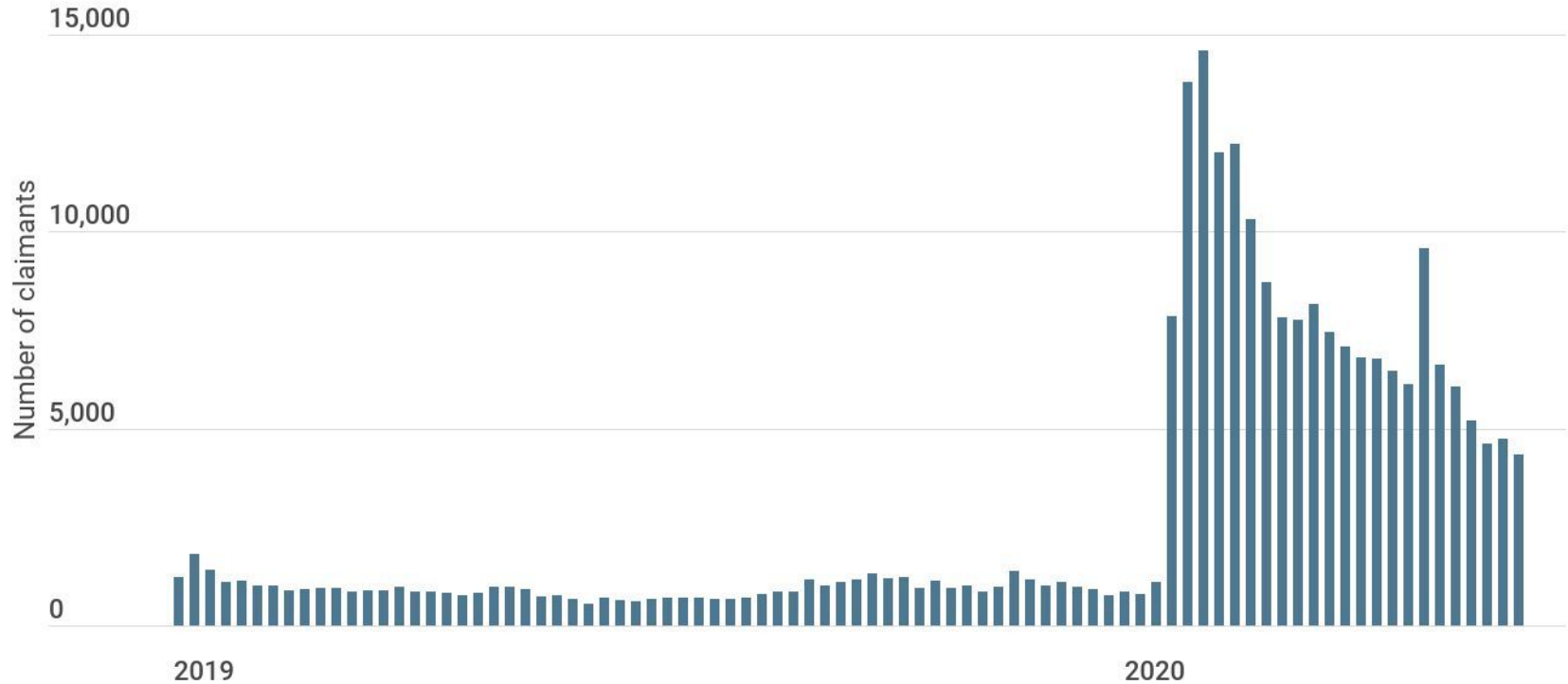
A recovery while it lasted?

Year-over-year employment change for Alaska



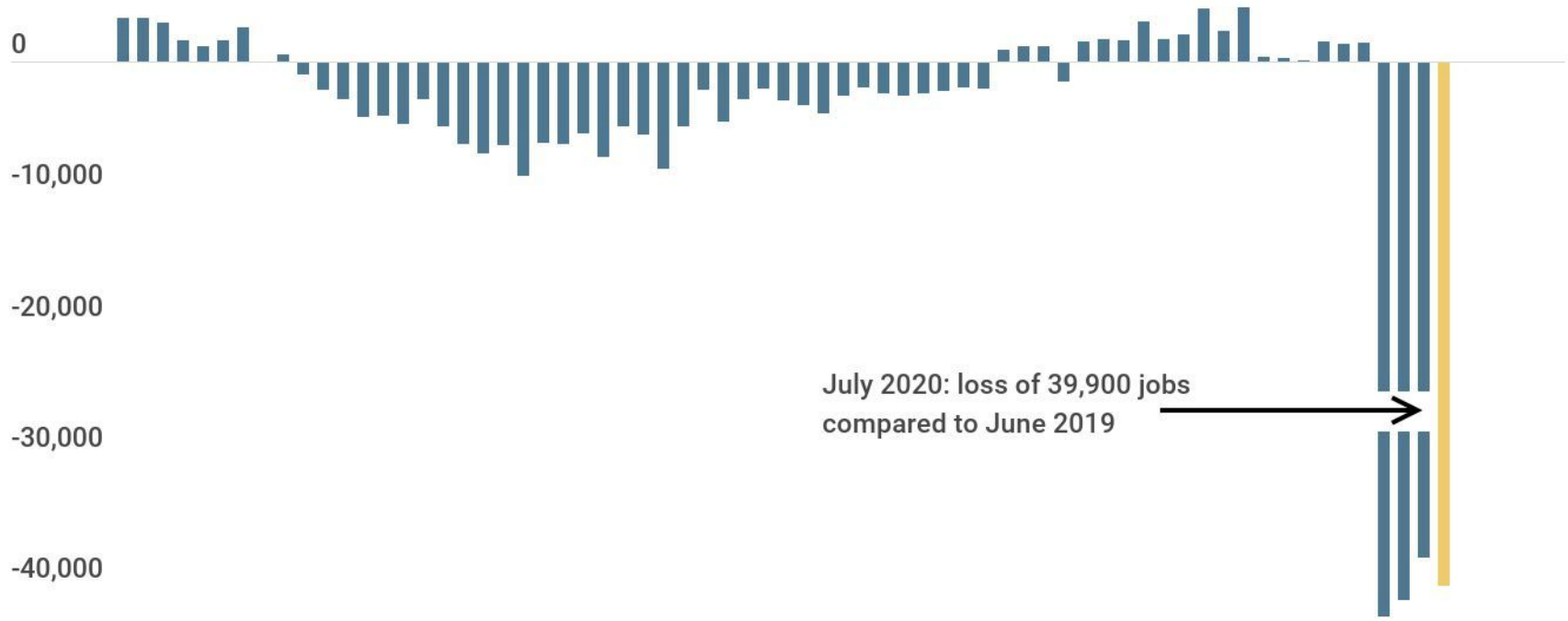
The unemployment explosion

Initial unemployment claims in Alaska



All bets are off

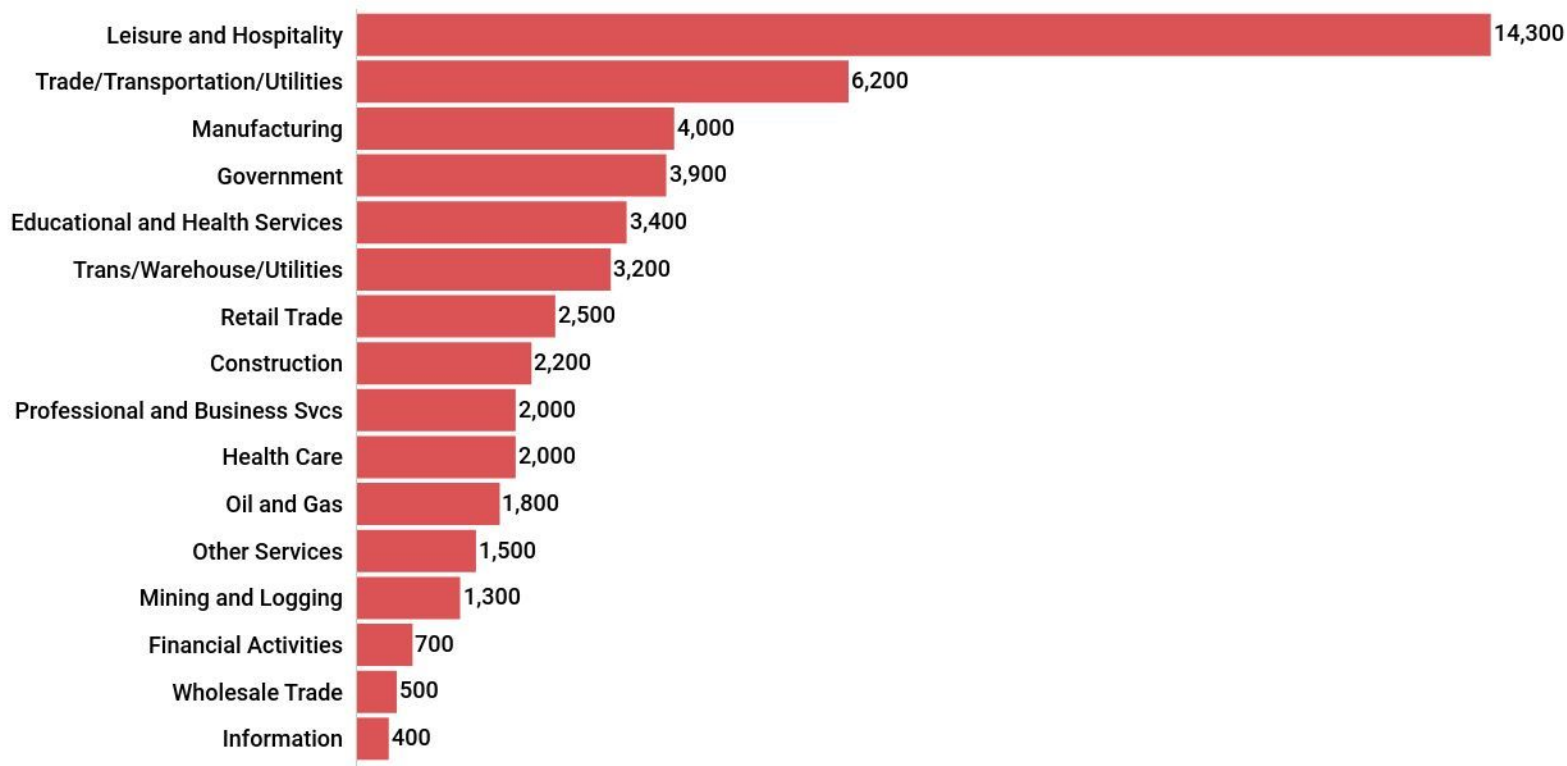
Year-over-year employment change for Alaska



Source: AK DOL&WD, CED calculations.

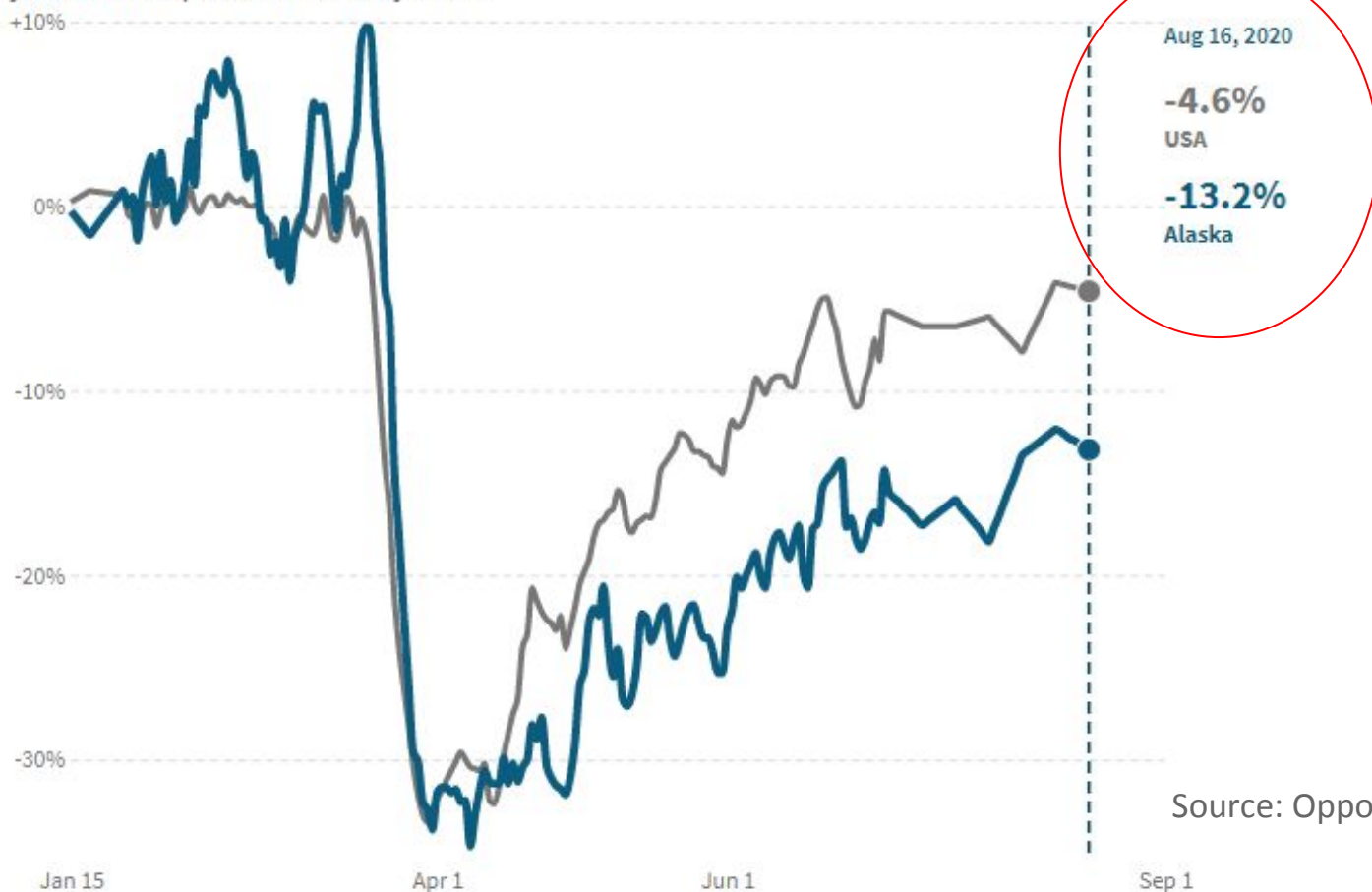
Leisure and hospitality suffering the most

Job losses by sector between July 2019 and July 2020



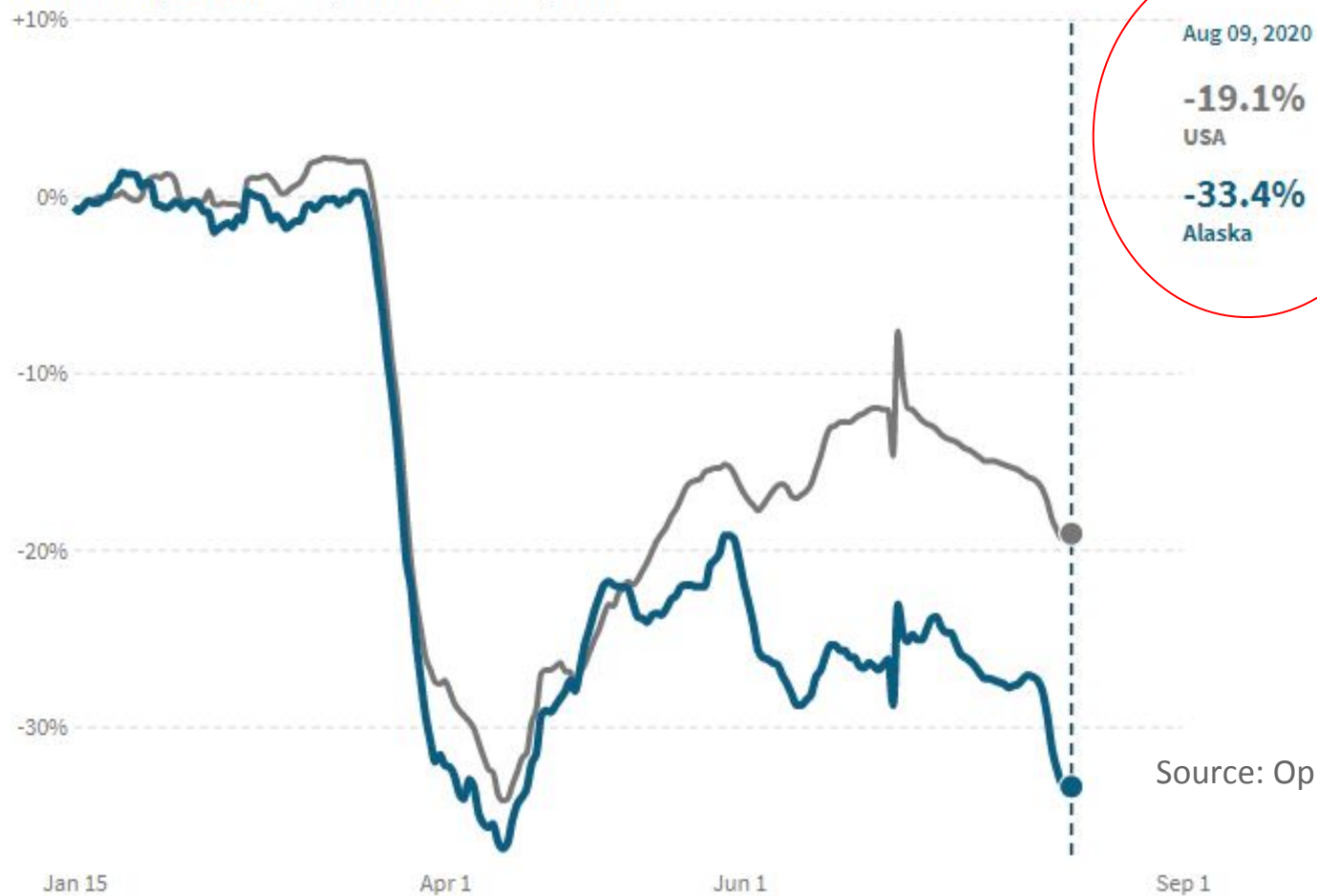
Source: DOL&WD, CED

In **Alaska**, as of August 16 2020, total spending by all consumers decreased by **13.2%** compared to January 2020.



Source: Opportunity Insights

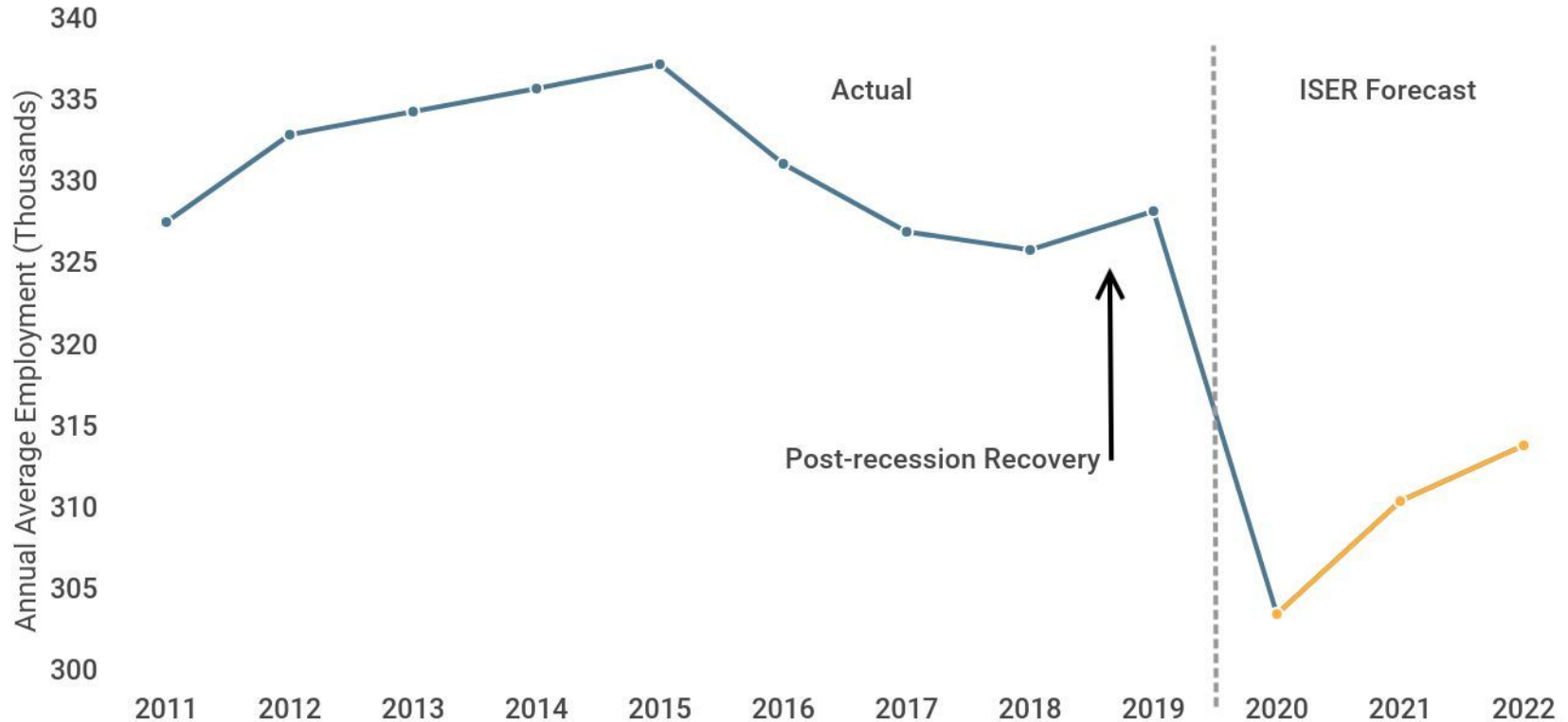
In **Alaska**, as of August 09 2020, the number of small businesses open decreased by **33.4%** compared to January 2020.



Source: Opportunity Insights

A full recovery is not yet in sight

Annual average employment in Alaska 2011-2022, actual and forecast



Source: Guettabi 2020

PPP Facts for Alaska

ANALYSIS OF PAYCHECK PROTECTION PROGRAM LOANS IN ALASKA

ECONOMIC DEVELOPMENT, SMALL BUSINESS

By Nolan Klouda, Executive Director



PPP
ANALYSIS

- State received smaller ratio of loans to employers
- Average amount per capita
- Above average average loan size
- In-state lenders led the way
- Only 5% of recipients were nonprofits

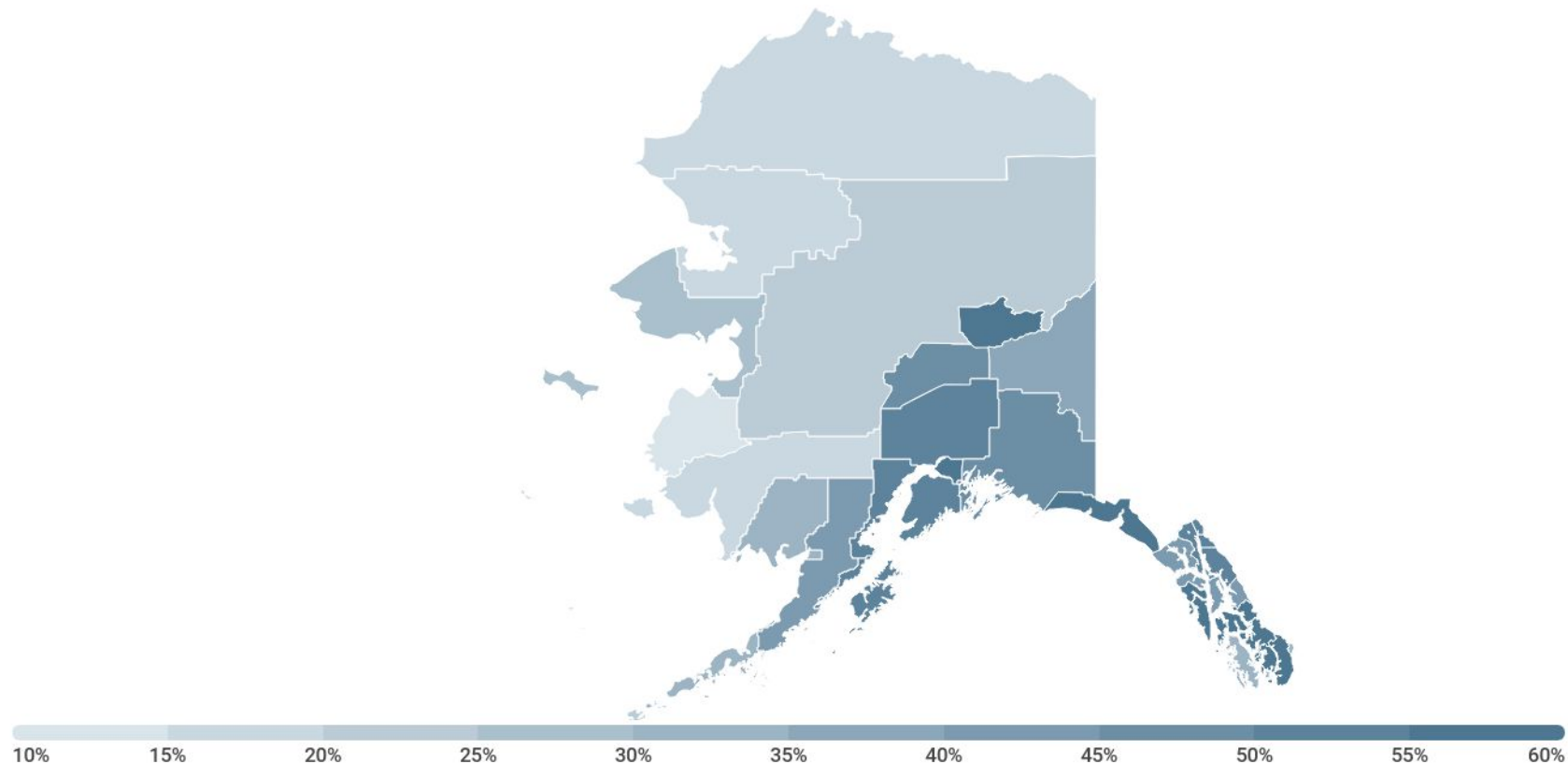
Did Alaska get its share of PPP loans?



Source: SBA, CED.

Few PPP loans for rural Alaska

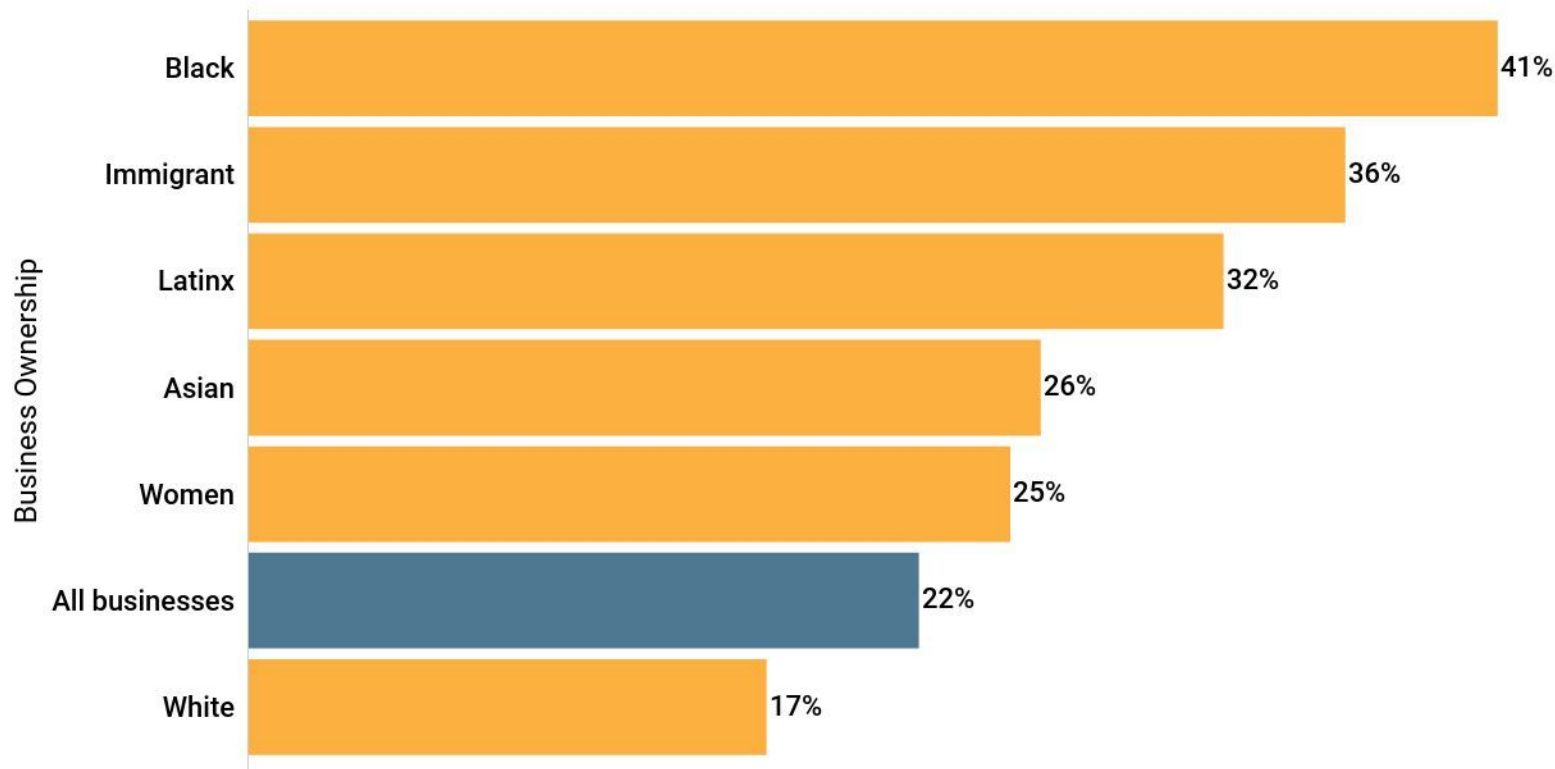
Ratio of number of loans to number of small establishments (<500 employees)



Source: SBA, US Census, CED calculations.

Equity and COVID Business Closures

Percent of US businesses closing between February and April 2020 by characteristic of owner



Source: Fairlie, 2020



Thank You!



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Many Traditions One Alaska

