

California Overtakes France to Become Sixth-Largest Economy

California has overtaken France as the world's sixth-largest economy, fueled by strong growth and the U.S. dollar's gains against foreign currencies, state data released Tuesday show.

The most-populous U.S. state, with a gross domestic product of \$2.5 trillion, has also eclipsed recession-plagued Brazil.

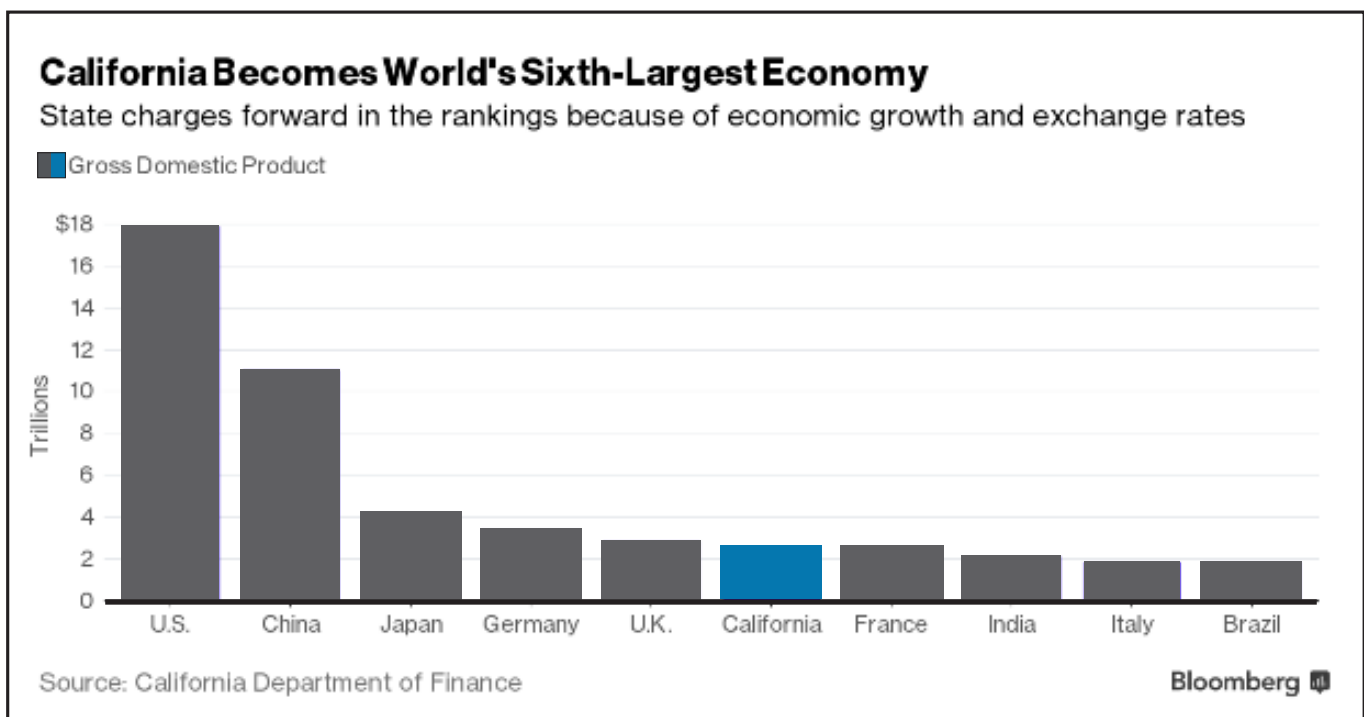
"This is the result of both good growth in California and exchange-rate movements of the U.S. dollar versus other currencies," said Irena Asmundson, chief economist in the California Department of Finance.

Governor Jerry Brown, 78, is running the state during an economic turnaround driven by technology

companies including Facebook Inc. and Apple Inc., along with agricultural and manufacturing industries that lead the U.S. Since taking office in 2011, Brown steered the state away from fiscal turmoil and persistent deficits to budget surpluses.

California grew by 4.1 percent in 2015, compared with a 2.4 percent increase for the U.S. and 1.1 percent for France, Asmundson said.

Last year, California created the most jobs of any state, more than the second- and third-most-populous states Florida and Texas combined. Four of the world's 10 largest companies are based in California, including Alphabet Inc. and Facebook.



Region	May 2015	April 2016	May 2016	Percentage Point Change	
				1 month	12 months
San José MSA	4.2%	3.7%	3.4%	- 0.3	- 0.8
San Francisco MD	3.4%	3.0%	2.8%	- 0.2	- 0.6
California	6.1%	5.2%	4.7%	- 0.5	- 1.4
United States	5.3%	4.7%	4.5%	- 0.2	- 0.8

Sector — Month 2016	San Jose MSA	San Francisco MD	Combined Region	Percentage Change (Combined Region)	
				1 month	12 months
Total Nonfarm	1,077,700	1,078,800	2,156,500	+ 0.3	+ 3.6
Construction	46,400	44,600	91,000	- 0.7	+ 9.4
Manufacturing	161,600	35,200	196,800	- 0.1	+ 0.3
Retail Trade	86,000	81,400	167,400	- 0.5	+ 1.0
Information	78,400	60,200	138,600	- 0.6	+ 4.9
Professional & Business Services	229,200	270,400	499,600	+ 0.4	+ 6.5
Educational Services	46,300	30,300	76,600	- 0.5	+ 3.5
Health Care & Social Services	116,600	105,700	222,300	+ 0.8	+ 4.4
Hospitality & Leisure	100,800	140,500	241,300	+ 0.9	+ 3.3
Government	96,100	128,200	224,300	+ 0.4	+ 1.7

NOTE: San José MSA (San José-Sunnyvale-Santa Clara Metropolitan Statistical Area) = Santa Clara and San Benito Counties
San Francisco MD (San Francisco-Redwood City-South San Francisco Metropolitan Division) = San Mateo and San Francisco Counties

Source: California Employment Development Department, LMID

9-County San Francisco Bay Area	Labor Force			Employed			Unemployment		
	May 2015	May 2016	Change	May 2015	May 2016	Change	May 2015	May 2016	Change
California	19,036,600	18,983,900	- 0.3%	17,871,700	18,085,000	+ 1.2%	6.1%	4.7%	- 1.4
Alameda County	825,500	824,000	- 0.2%	787,300	792,600	+ 0.7%	4.6%	3.8%	- 0.8
Contra Costa County	550,800	548,800	- 0.4%	523,900	527,000	+ 0.6%	4.9%	4.0%	- 0.9
Marin County	141,400	141,700	+ 0.2%	136,600	137,700	+ 0.8%	3.4%	2.8%	- 0.6
Napa County	75,900	75,800	- 0.1%	72,700	73,200	+ 0.7%	4.2%	3.4%	- 0.8
San Francisco County	546,000	549,800	+ 0.7%	526,600	533,900	+ 1.4%	3.6%	2.9%	- 0.7
San Mateo County	440,600	443,300	+ 0.6%	426,000	431,600	+ 1.3%	3.3%	2.6%	- 0.7
Santa Clara County	1,016,500	1,027,600	+ 1.1%	975,300	993,500	+ 1.9%	4.1%	3.3%	- 0.8
Solano County	206,600	206,300	- 0.1%	194,200	196,300	+ 1.1%	6.0%	4.9%	- 1.1
Sonoma County	262,400	259,600	- 1.1%	251,200	250,600	- 0.2%	4.3%	3.5%	- 0.8
SF Bay Area (sum)	4,065,700	4,076,900	+ 0.3%	3,893,800	3,936,400	+ 1.1%	4.2%	3.4%	- 0.8

NOTE: Totals may not add correctly due to rounding

Source: California Employment Development Department, LMID

May 2016 Events	Company	Location	# Affected	WARN SUMMARY	
				Events YTD [†] :	81
	Intel Corporation	Santa Clara	296	Individuals Affected YTD:	6,158
	SunEdison, Inc.	Belmont	85	Individuals Previous YTD [‡] :	4,471
	Veritas Technologies, LLC	Mountain View	128		
	Company confidential	Santa Clara	16		
	Total		525		

WARN SUMMARY

Events YTD[†]: 81
Individuals Affected YTD: 6,158
Individuals Previous YTD[‡]: 4,471

* **WARN: Worker Adjustment and Retraining Notification** (notice of mass layoff or closure)

† **YTD: Year to Date** (Program year: July 1–June 30)

‡ **Previous YTD:** No data available for San Mateo County, FY2014/15

NOTE: Layoff data are preliminary and should be considered an estimate of monthly regional activity

Source: NOVA's internal Rapid Response database