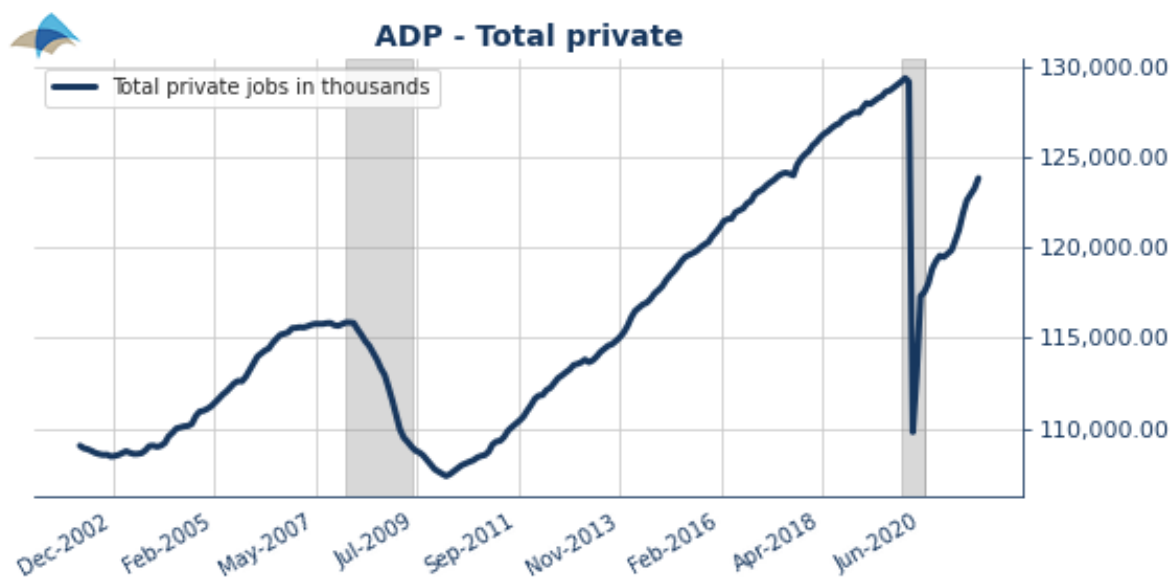
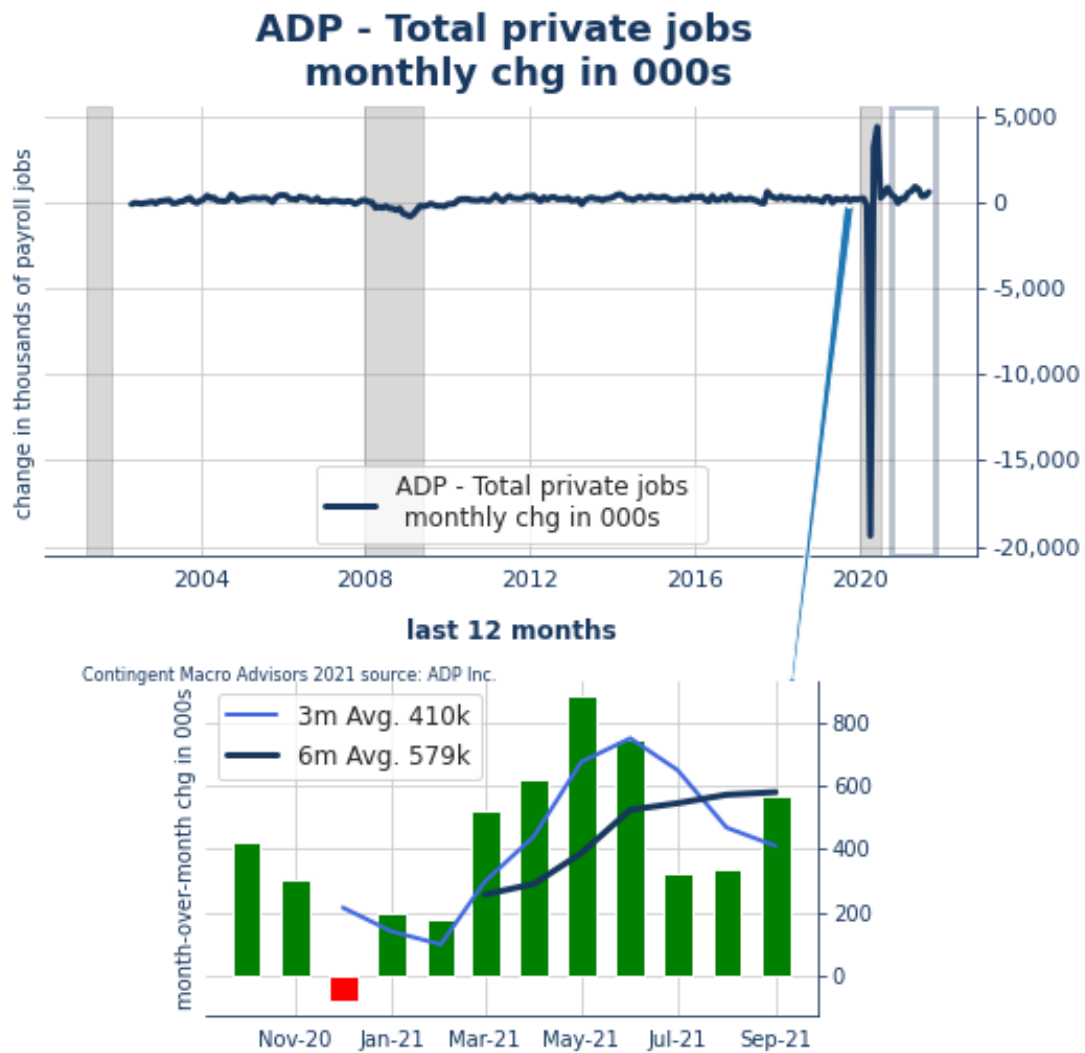


06.Oct.2021

## ADP Employment: Strong Gains As Leisure and Hospitality Hires

**Bottom Line:** ADP reported sharply stronger job growth in September, with nearly half the gains from leisure and hospitality jobs. The report was stronger than expected even after adjusting for modest negative revisions to August data. Large firms in the leisure and hospitality sector drove the September gains, but hiring was robust across industries and all sizes of businesses. Goods-producing sectors like construction and manufacturing saw their most robust gains in several months. While volatility will remain a big part of the monthly numbers and predictive modeling will be difficult, the trend in ADP employment data remains headed in the right direction, albeit at a slightly slower pace relative to early this year. Moreover, this report suggests slight upside risk to the consensus forecast of 488k for nonfarm payroll growth on Friday.





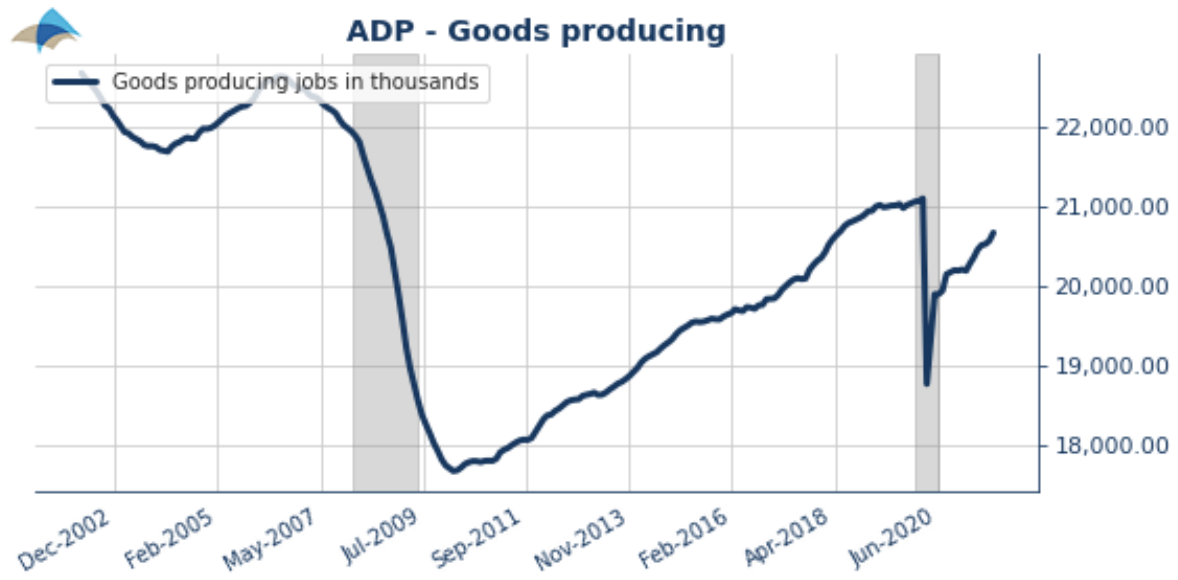
**ADP National Employment** ROSE by 568k in September, compared with the consensus estimate for a gain of 430k. Meanwhile, the revisions to the prior 3 months subtracted 39k from the previous estimate. Over the past 12 months, private payrolls have increased by an average of 418k per month, lifting employment to 4.2% ABOVE its year-ago level.

**Jobs in Goods-Producing Industries** ROSE by 102k jobs as **Manufacturing** gained 49k workers. Moreover, **Construction** gained 46k jobs.

**Service-Producing Industries** ROSE by 466k jobs with **Professional/Business Services** hiring 61k workers, **Trade/Transport/Utilities** adding 54k, and **Financial Activities** increasing by 22k workers.

Small Firms hired 63k workers, Medium-Sized Firms grew by 115k employees while

Large Firms added 390k positions.

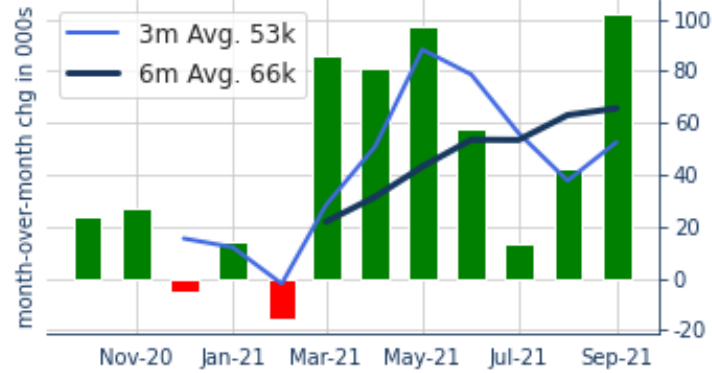


## ADP - Goods producing jobs monthly chg in 000s



### last 12 months

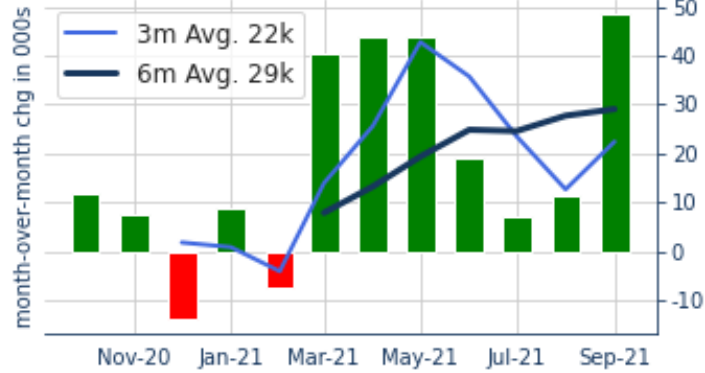
Contingent Macro Advisors 2021 source: ADP Inc.



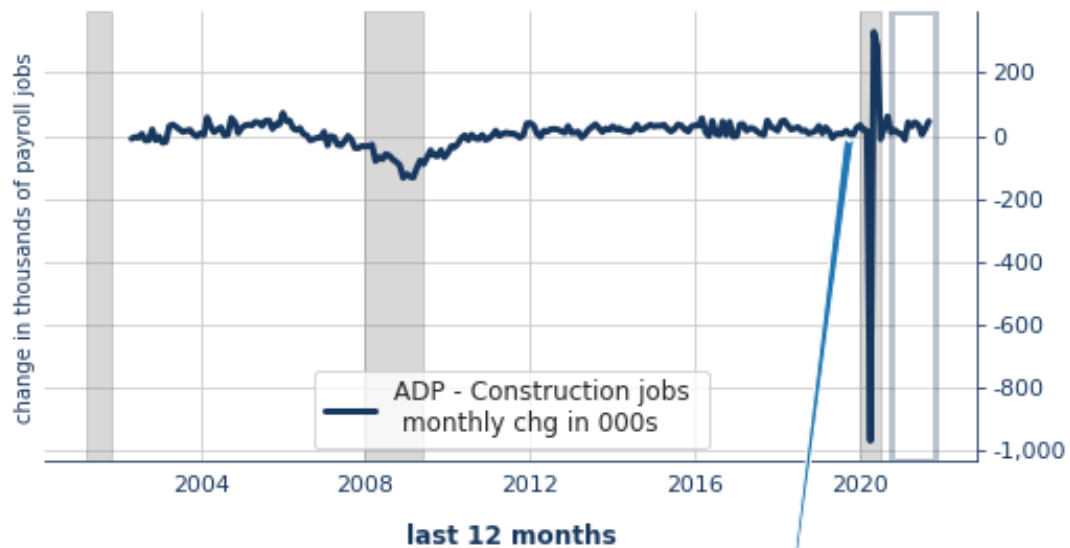
## ADP - Manufacturing jobs monthly chg in 000s



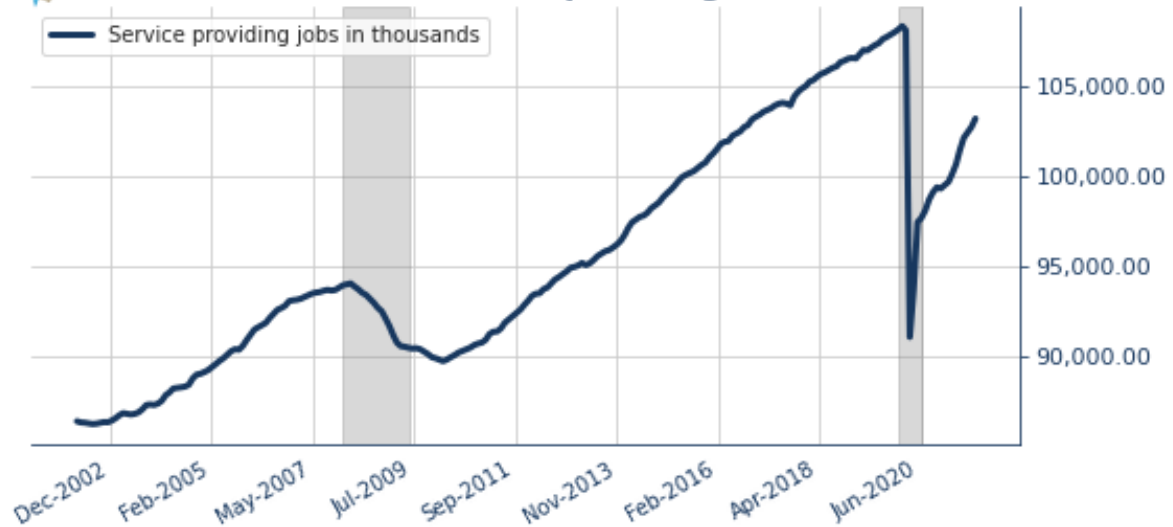
Contingent Macro Advisors 2021 source: ADP Inc.



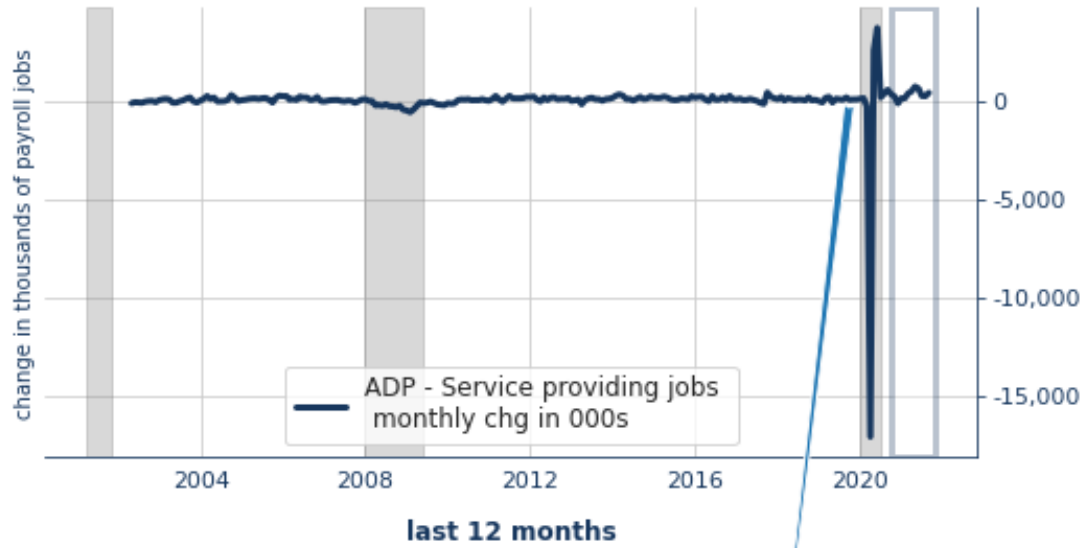
## ADP - Construction jobs monthly chg in 000s



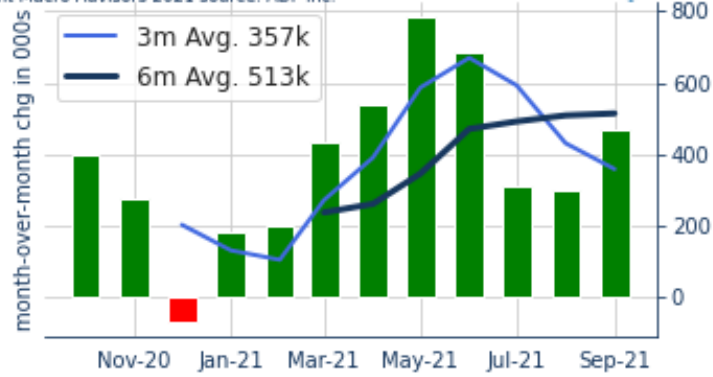
## ADP - Service providing



## ADP - Service providing jobs monthly chg in 000s



Contingent Macro Advisors 2021 source: ADP Inc.

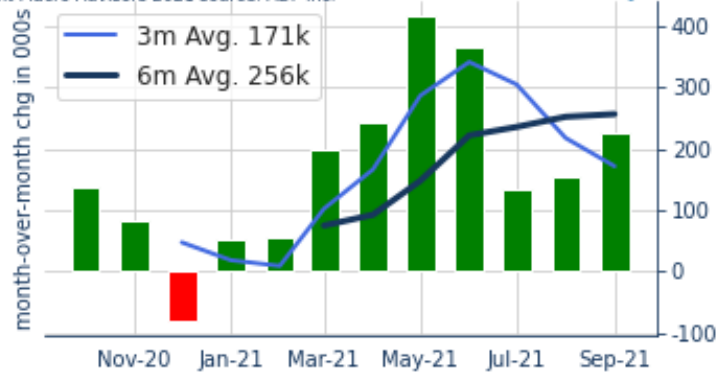


## ADP - Leisure & hospitality jobs monthly chg in 000s



### last 12 months

Contingent Macro Advisors 2021 source: ADP Inc.



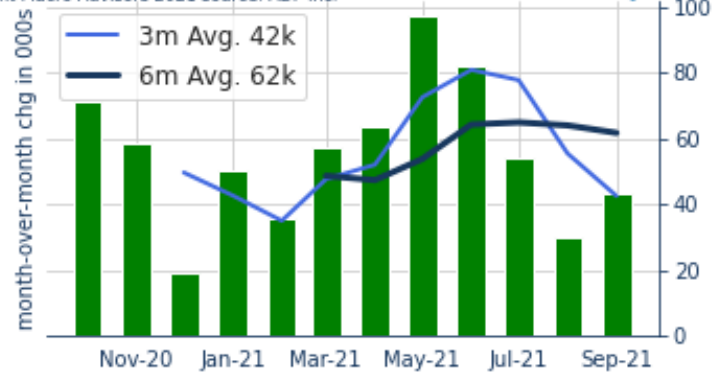


## ADP - Healthcare jobs monthly chg in 000s

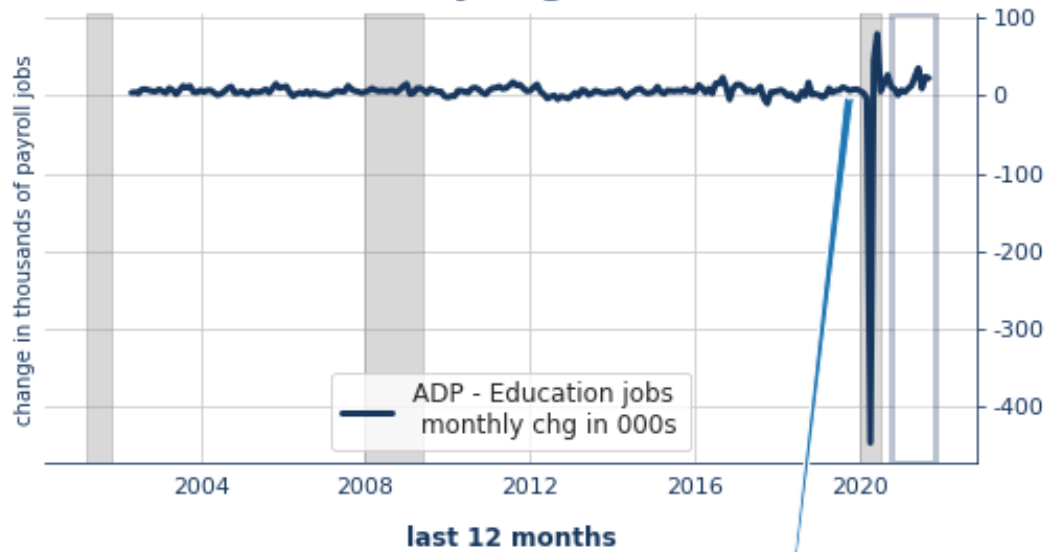


### last 12 months

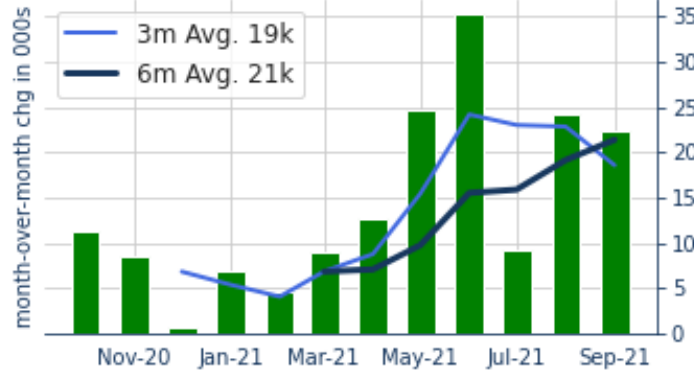
Contingent Macro Advisors 2021 source: ADP Inc.



## ADP - Education jobs monthly chg in 000s



Contingent Macro Advisors 2021 source: ADP Inc.



	Sep-21	Aug-21	Jul-21	Jun-21	Three Month	Six Month	Twelve Month	2020	2019	Five Year	Ten Year
	Thousands				Average Monthly Change						
<b>ADP National Employment</b>	<b>568</b>	<b>340</b>	<b>322</b>	<b>741</b>	<b>410</b>	<b>579</b>	<b>418</b>	<b>149</b>	<b>176</b>	<b>182</b>	<b>180</b>
<i>Previous Report</i>		<i>374</i>	<i>326</i>	<i>741</i>							
Goods Producing Industries	102	42	14	57	53	66	44	13	44	27	27
Construction	46	23	3	35	24	30	21	12	21	21	15
Manufacturing	49	12	7	19	22	29	18	2	21	9	11
Other	7	8	3	4	6	7	4	0	3	-2	0
Service Producing Industries	466	297	308	684	357	513	374	136	131	155	153
Professional/Business Ser	61	30	52	62	48	57	53	32	35	36	42
Financial Activities	22	13	8	10	14	13	9	12	13	13	9
Trade/Transport/Utilities	54	19	37	76	36	65	53	14	13	22	27
Other	330	235	211	536	259	378	260	78	71	84	75
<b>Addendum:</b>											
Small Firms	63	61	77	218	67	152	122	4	3	24	35
Medium Firms	115	127	119	238	120	182	150	36	52	45	39
Large Firms	390	152	127	286	223	245	147	110	120	113	106

Source: ADP & Moody's Analytics via Bloomberg. Our calculations.

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October 6, 2021

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